

SANITARY FITTINGS
SUPPLIED AND INSTALLED
BY EXPERT ENGINEERS.

Ask
WARREN'S
FIRST.
C. E. WARREN
& CO., LTD.
Tel. 20269,
China Bldg.

Dated on December 31, 1934.
T.T. on New York, London, Telegraph.
MATERIALS: China Morning Post, Ltd.
100 Queen's Road, Central, Hong Kong.

The Hongkong Telegraph.

FOUNDED 1861 三月二日正英港香港 WEDNESDAY, JANUARY 2, 1935. 月廿七日

單行 COPY 10 CENTS
50 CENTS PER ANNUUM

FIVE NEW PEERS CREATED

NEW YEAR HONOURS ANNOUNCEMENTS

RECOGNITION FOR MANY EMPIRE SERVANTS

London, Jan. 1.
The list of New Year Honours is headed by the names of five new Peers, whilst one new Privy Councillor has been appointed. There are also five new Baronetcies, 27 new Knights in the Prime Minister's list and 29 other new Knighthoods.

The Knighthoods in the Premier's list are conferred for services in widely different fields, the recipients including three M.P.'s and others prominent in public affairs. Many appointments and promotions in various Orders of Chivalry are also announced.

Simultaneously with the issuing of the Honours List the Admiralty announces that H.R.H. the Prince of Wales has been promoted to be Admiral-in-Fleet, whilst the Prince's promotion in the Army to the rank of General and in the Air Force to that of Air Chief Marshal is also gazetted.

Amongst the honours are the following:

BARONIES

Sir Henry Betterton, formerly Minister of Labour and now chairman of the Unemployment Assistance Board.

Sir Thomas Fermor-Hesketh, who has taken a prominent part in the political and public life of Northamptonshire.

Colonel Sir Wyndham Portal, who was one of the four Commissioners who recently investigated conditions in the depressed areas.

PRIVY COUNCILLOR

The Marquess of Linlithgow, Lord Lieutenant of West Lothian, and Chairman of the Market Supply Committee.

BARONETCIES

Colonel Edward Ruggles-Brine, Conservative M.P. for the Maldon Division of Essex.

Mr. Richard Durning Holt, the well-known shipowner, partner in Alfred Holt and Co., and former Lord Mayor of Liverpool.

Sir Harold Mackintosh, prominent Yorkshire business man and philanthropist, President of the World's Sunday School Association.

Colonel Frank Simpson, for political and public services in Durham and Northumberland.

Sir Hobart Waring, President of the Royal College of Surgeons.

KNIGHTHOODS

Professor G. V. Boys, past President of the Physical Society of London and of the Rontgen Society, and Vice-President of the Royal Automobile Club.

Professor Walter Langdon Brown, Regius Professor of Physics, Cambridge University.

Mr. Walter Forrest, former Coalition Liberal M.P. and member of the West Riding County Council.

Major S.E. Harvey, Conservative M.P. for Totnes.

Colonel Shute, Conservative M.P. for the Exchange Division of Liverpool.

Mr. John Wallace, National Liberal M.P. for Dunfermline Burghs.

Mr. Charles Bressey, Chief Engineer of the Roads Department of the Ministry of Transport.

Mr. Edwin Deller, Principal of the London University.

Mr. Cyril Fox, Director of the National Museum of Wales.

Mr. Holman Gregory, Recorder of the City of London.

Mr. Wilfred King, Chairman of the Exchange Telegraph Company.

Mr. John Orr, Director of the Rowett Institute for Research in Animal Nutrition.

Professor Edward Poulton, Honorary Life President of the Royal Entomological Society of London.

Mr. John Sutherland, Member of the Forestry Commission.

Dr. Francis Tovey, Professor of Music at Edinburgh University.

"Among the Dominion Knights."

(Continued on Page 4.)



NEW YEAR HONOURS.—Hongkong residents who figure in the New Year Honours List. Left to right—Lieut.-Col. (Dr.) G. D. R. Black, O.B.E.; Lady Southorn, O.B.E.; Mr. J. L. McPherson, M.B.E.

Britain's Finances Reviewed

REVENUE DOWN SLIGHTLY

EXPENDITURE INCREASES

London, Dec. 31.

Revenue return for the first nine months of the Budget year were issued to-night.

Receipts are well maintained, and the total for the period, including ordinary and self-balancing revenue, amounts to £467,769,612, as compared with £408,136,763 at the corresponding date last year.

Total ordinary and self-balancing expenditure amounts to £578,172,150, as compared with £566,253,178 at December 31, 1933.

Ordinary revenue for the period under review was £13,312,612, representing a decrease of £2,988,171 as compared with ordinary revenue at December 31, 1933. Self-balancing items, however, showed an increase of £1,750,000 from the Post Office and of £871,000 from the motor vehicle duties. A slight decrease of only £367,000 is the disclosed.

Items of ordinary revenue which show principal increases over last year are Income Tax £8,701,000; and Customs, £61,71,000. Decreases are shown of £7,516,000 in Estate Duties and of £6,890,020 in miscellaneous receipt.

On the ordinary expenditure side, supply services which for the current year amount to £334,360,319 as compared with £324,084,576 last year, show the biggest increase.

Heavy additional expenditure not provided in the budget has still to be accounted for uncertainty in regard to some of the items of revenue disbursements. Optimism with regard to the Budget for the year ending March 31, but present indications are that there will be a small surplus.

British Wireless and R.R.

SOME DISAPPOINTMENT

London, Dec. 31.

Although there is some disappointment here in the more modest revenue figures when compared to last year's, it generally believed that they are fairly satisfactory as it is point out that the 1933 nine months deficit became a substantial balance on Budget Day.

This year's wide adverse margin is due largely to the expansion of supplementary expenditure in the distressed areas where the Unemployment Assistance Board is functioning.

Whether a surplus will again be available on Budget Day depends entirely on the buoyancy of income tax returns.

The Times points out that one lesson has been learned from the revenue figures: the necessity of the Government keeping a strict control of expenditure as otherwise all hopes of a fiscal remission of taxes will disappear and a budget deficit will again open up.

THREE EMPIRE DECORATIONS

The names of three well-known Hongkong residents figure in the New Year Honours List, all being given decorations of the Most Excellent Order of the British Empire. They are:

Lady Southorn.—O.B.E. (Civil Division);

Lieut.-Col. (Dr.) G.D.R. Black, V.D., J.P.—O.B.E. Military Division; and

Mr. J. L. McPherson, M.A., F.M.B.E.

In addition, it is announced that H.E. the Viceroy of India has conferred the title of Sardar Sahib as a personal distinction upon Mr. Bishen Singh, Master (retired) of the Hongkong Education Department.

LADY SOUTHORN

The honour conferred on Lady Southorn comes as a fitting recognition of her innumerable services in the social and charitable life of the Colony, and she will be warmly congratulated by a host of friends of all classes and races with whom she is extremely popular.

Of the many works with which her ladyship has been prominently identified, particular mention may be of the Girl Guide movement, the Society for the Protection of Children, and the Women's International Club. As Colony Commissioner of the Girl Guides, Lady Southorn has shown great enthusiasm and organising ability, whilst she has taken the keenest interest in the S.P.C., of which she was quite recently made a Vice-President. It was due, as Mr. M.K. Lo stated at the Society's annual meeting, to her ladyship's creative genius and organising ability that the Women's Auxiliary of that body was created. Lady Southorn was instrumental, with the assistance of many willing helpers, in forming the Women's International Club, of which she is President, and which it is hoped will considerably expand its activities in the present year.

Lady Southorn was formerly Chairman of the Helena May Institute and the Ministering Children's League, for both of which she did a tremendous amount of work.

A tireless social worker, her

(Continued on Page 4.)

SQUALLS CONTINUE IN SAAR

TROOPS NOT YET CALLED OUT

MIDNIGHT ALARMS

Saarbrücken, Jan. 1.

The atmosphere of tension has been increased by minor brawls and free fights during the past twenty-four hours in various parts of the Saar.

The conflicts have been between supporters of the German Front and their opponents, combined with Socialists and Communists and some Catholics.

Four German Front men were about to leave a small cafe at midnight when a volley of bullets from outside smashed all the windows in the building and shattered jugs and glasses.

A waiter who was injured alleged that a number of Communists had camped before the police arrived.

Despite these incidents, there is no reason to believe that a serious upheaval necessitating the intervention of foreign troops is imminent.

—Reuter.

MORE BRAWLS

Saarbrücken, Jan. 1.

New Year's Eve celebrations were marked by further minor brawls between the German Front and its opposition, notably at Pueppingen, where a man was severely injured.

Local police arrested some Communists and Socialists who were allegedly severely man-handled by them after their arrest. Major Hennessy, Chief of Police, ordered six policemen suspended from duty as a result.

—Reuter.

AUSTRIAN INTEGRITY

(Special to "Telegraph").

(By Telegraph. Copyright Telegraphic Message Ordinance, 1934. Received January 1, 1935 a.m.)

London, Jan. 1.

Nothing is known in Britain quarters regarding the Paris report of an eleventh-hour hitch in the Franco-Italian negotiations for a multilateral agreement to secure peace in Central Europe.

Any slight impediment is believed to be over minor points.

The possibility of Britain joining a pact to secure Austrian integrity is extremely remote, though Sir John Simon, the Foreign Secretary, is closely in touch with both Paris and Rome, and Britain will strongly support such a proposal in principle.

The final outcome depends on the conversations which M. Laval, the French Foreign Minister, is likely to have with Sir John Simon in London early next week.

Paris opinion does not regard M. Laval's proposed visit to Rome as so imminent as is reported, and although the ultimate success of the negotiations is expected, they are not thought likely to make any lasting recovery can be effected only by closer co-operation between the Administration and business.

—Reuter.

INDUSTRIAL PROFITS

New York, Dec. 31.

According to the business survey by the Federal Reserve Board, industrial profits for the first nine months of 1934 showed an increase of 70 per cent. over the corresponding period of the previous year.

The increase is due chiefly to increased earnings in the first six months of the year.

The profits of utility and railroad companies are below those of 1933.

The Board estimates that cash

returns to farmers in the first ten months of 1934 amounted to \$5,045,000,000, compared with \$4,099,000,000 in the previous year.

—Reuter.

CONSULATE ABOLISHED

Nanking, Dec. 31.

The Chinese Foreign Office has ordered the abolition of the Chinese Consulate at Havana and that its functions be transferred to the Chinese Legation at Cuba.

—Reuter.

Germany Guarantor Of Peace

HERR HITLER'S MESSAGE

AIM IS WELFARE OF MANKIND

Berlin, Jan. 1.

Germany's will to peace is the key-note of speeches with which the nation's leaders heralded 1935.

Reichspresident Hitler, speaking at a Diplomatic Corps reception in von Hindenburg's former palace in the Wilhelmstrasse, declared: "May the New Year bring us nearer the sublime aim of securing relations between nations which, based upon recognition of equality and honest co-operation, should guarantee the welfare of mankind."

Germany, who longed for peace and the opportunity for peaceful internal construction, would always be a guarantor of peace, he added.

In the relations among the peoples he saw no problem which could not be amicably solved if it were dealt with in a friendly spirit. He could not believe that goodwill was lacking to-day in any responsible persons abroad.

The day's celebrations were officially opened by a march through the main streets of General Goering's police band. Thereafter, Herr Hitler received the supreme commanders of the Navy and the Army and the Papal Nuncio, who, as doyen of the Diplomatic Corps, presented him with diplomatic felicitations, remarking that world peace took first place among all the goods for which the world was longing.

—Reuter.

STERLING UNEASY

The prospects on America have been rendered more complicated by the improvement on Wall Street, which is attracting British funds, coupled with a healthier Continental outlook which is checking seasonal appreciation of sterling.

The European situation is also encouraging, in view of better Franco-Italian and Franco-German relations, but foreign exchange experts point out that the maintenance of the present exchange facilities will prove increasingly difficult, and although the political situation in France is now calm, the market does not rule out the possibility of a repetition of civil disturbances.

AMERICAN PUBLIC CONFIDENT

IN STEP WITH ROOSEVELT

TREND STILL UPWARD

Washington, Jan. 1.

America enters the New Year confidently, with the great majority of its citizens marching in step with President Roosevelt. The New Deal has won fresh prestige in 1934, and the average American is definitely better off than before the New Deal.

American industrialists are critical of President Roosevelt's economic programme, but industry generally faces 1935 hopefully, believing it will see further strides towards national recovery.

The close of the year saw increased activity in the basic industries, an upward movement in the leading business indices, and a brisk retail trade.

It is fairly generally recognised that a much larger part of the improvement is due to the lavish Government expenditure, and the hope of a substantial business revival this year still centres very largely upon governmental activation.

The Administration is preparing a comprehensive industrial rehabilitation programme. Their plans signs that the recent rapprochement between the Government and business is to be extended, if possible.

Industrial leaders are trying to determine how far they can "go along" with the Administration. While



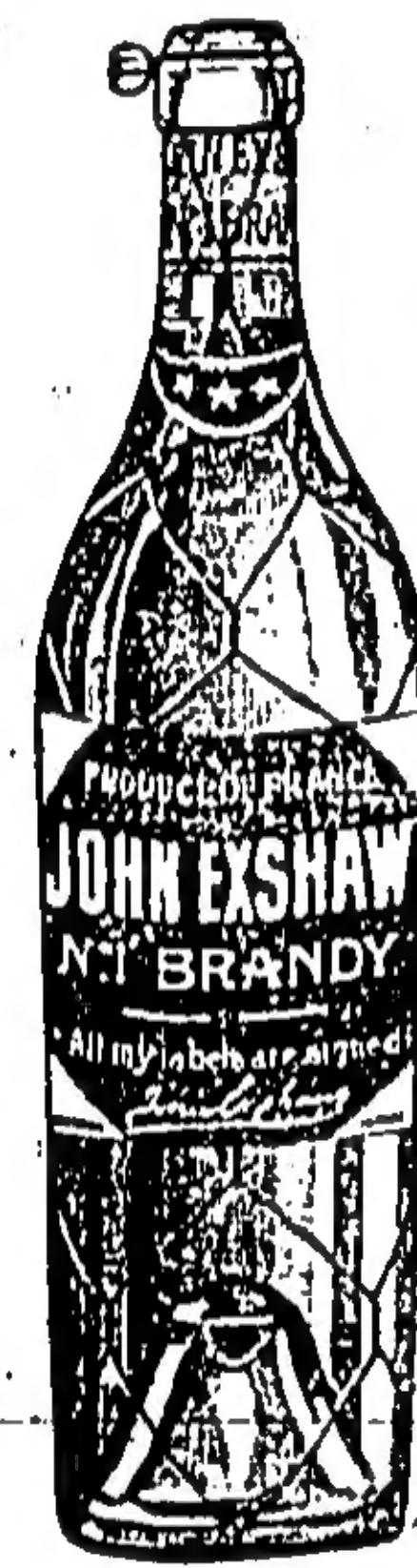
**PALE, PEPPLESS GIRL BECAME PRETTY
—AND WASN'T SHE PLEASED!**

It all happened in 30 days in a leading hospital in Canada! In November 1933 the girl was pale, run-down and lacked vitality. Weight subnormal; only 91½ lbs. Her blood, when tested, was found to be low in red corpuscles and lower still in haemoglobin, the red substance in the red corpuscles. She was given a 30-day treatment. And what a happy change took place!

She gained nine pounds and her complexion glowed with rosy health. Her face rounded out and she became positively pretty. The treatment—as shown by a second blood test—had greatly increased the red corpuscles and haemoglobin in her blood, consequently she felt and looked radiantly well. The preparation that worked these wonders was Dr. Williams' Pink Pills.

This famous old remedy restores health in a most constructive way. We know that the blood carries nourishment and vitality to every part of the body. But unless the blood has a sufficient number of red corpuscles and red colouring substance called haemoglobin, it cannot carry on its vital work. It is here that Dr. Williams' Pink Pills produce constructive benefits. This remedy increases, in most cases both the red corpuscles and the haemoglobin. Blood tests prove it!

Good looks and good health are too precious to neglect or experiment with. If your feelings and your mirror tell you that you are under-weight, nervous, ailing, easily tired out—take this tested remedy. Dr. Williams' Pink Pills, for 30 days, as the girl mentioned above did; they are obtainable from your chemist. Then see how substantially you have gained in beauty and health.



**WIRED!
SEALED!
SAFE!!**

CALDBECK, MACGREGOR & CO., LTD.
The Leading Wine Merchants in the Far East.
Prince's Building.

Telephone 20075.

DIAMONDS

BOUGHT AND SOLD
LOANS GRANTED
Valuations free of charge.

GOLD ARTICLES
BROKEN OR USELESS

(Rings, brooches, bracelets, watchcases,
dental-plates, medals, trinkets, cuff-links,
cigarette cases, purses, etc.)

BOUGHT AT HIGHEST PRICES.

M. BERAH—Diamond and Gold Merchant.
Asia Life Building—14, Queen's Road Central.

Teething troubles

Because SCOTT'S Emulsion contains 44% of pure cod liver oil and lime salts for bone formation, it prevents teething troubles, rickets and soft bones. Ask for genuine SCOTT'S EMULSION.

FILMLAND NEWS

Jack and Claude Hulbert
Together

BULLDOG DRUMMOND

Jack Hulbert and his brother, Claude, are to appear on the screen together.

They have acted together before on the stage, and they have broadcast together, but in "Alias Bulldog Drummond," which has just begun at Gaumont-British studios, Shepherd's Bush, they will act side by side in a film for the first time.

Jack is to play Drummond, and Claude the equally famous character of Algy, the silly amateur detective, who always does the right thing at the last moment.

Ralph Richardson, who recently played Drummond in a B.I.P. "Sapper" story, is to appear as "Z," the mysterious villain.

Fay Wray, who landed at Plymouth from the liner Washington, is to supply the feminine interest. She has been brought from Hollywood specially to play in the picture.

"Alias Bulldog Drummond" will be the third Drummond story within a few months. It will have a difference. In it the famous Drummond is ill, and his smart work is done by "Alias Drummond."

NEW WALPOLE FILM

Hugh Walpole's novel, "Captain Nichols," will shortly go into production at the Metro-Goldwyn-Mayer studios, and David O. Selznick has been scheduled as producer.

Hugh Walpole went to Hollywood in June to assist in supervising the production of "David Copperfield," his particular task being to ensure the atmosphere being authentically English and Dickensian.

"David Copperfield" also saw his debut as a film actor, for he is to play the Vicar of Blunderstone.

When "David Copperfield" is completed he will remain at the studios to adapt his other novel "Vanessa," which has been secured by M.G.M.

CLEMENCE DANE SIGNED

Clemence Dane, the author of "Bill of Divorcement" and many other plays, is now in America where she is taking up a long-term contract with Metro-Goldwyn-Mayer.

It has not yet been announced what will be Clemence Dane's first screen assignment, but this will be determined when she reaches Hollywood, and confers with Louis B. Mayer and David O. Selznick.

JULES VERNE FILM

Among new films in prospect at the M.G.M. studios are "Twenty Thousand Leagues Under the Sea," based on Jules Verne's imaginative novel, and "Typee," an adaptation of Herman Melville's South Sea romance.

Mala, who played the male lead in "Mala the Magnificent" may have the principal role in the latter film.

BOXER IN FILM

Frank Moran, the one-time heavy-weight boxer, who knocked out Joe Bucket in five minutes in London, is an interesting addition to the cast of Margaret Sullivan's third starring picture, "The Good Fairy," now in production at Universal City.

Moran has long since given up boxing and has a number of character parts to his credit already.

SHOCKS FOR AUTOGRAPH HUNTERS

Greta Garbo has signed a new contract with the Metro-Goldwyn-Mayer studio binding her to make one more picture in Hollywood (says Reuter.) The contract guarantees her a salary of more than 9,000 dollars (£1,800) a week.

After making this picture, she may, it is understood, continue the agreement if she wishes to do so. She intends to take a long rest after the completion of her latest for a pitance to some collector.

Both Mae West and Katharine Hepburn have had the doors of their cars electrically wired so that crowds who besiege them as they arrive at the studio will learn to keep their distance under pain of receiving a shock.

Many stars complain that they are often imprisoned for five or ten minutes in their cars when they arrive for work. They point out, too, that few of the autograph-hunters are treasured by those who obtain them. They are generally sold at a price.

Their value is not known.

A court martial will deal with this case.

DINNER SUIT

Carried Out in Black Crepe Satin

EMBROIDERED BIB



This is the newest dinner suit, made of black crepe satin. The skirt is long and full, the little jacket with its buttoned front is cut in a square, but the decolletage is filled in with a draped bib scarf lined with multi-coloured embroidery.

REMOVING A GLASS STOPPER

A glass stopper can generally be removed, when it has become set, by wrapping a cloth round it in hot water round the neck of the bottle. Hold it there for a few moments and the stopper will then, in most cases, come out. The water must not be quite boiling or it may crack the glass. Should the stopper still be obstinate, let a little drop of paraffin or petrol drop from a feather on to it, when it will creep between the two surfaces and facilitate removal.

SOPHIE STEWART

The well-known Scottish actress, Sophie Stewart, sister of Mr. J. Henderson Stewart, M.P. for East Fife, is likely to enter films soon. Alexander Korda, the film producer, has bought the film rights of "Young Mr. Dierrell," which is at present running at the Kingsway Theatre, London, from the authoress, Elwyth Thane.

Sophie Stewart has a leading part in the play, and it is likely she will have the feminine lead in the film version.

NO MILITARY TALKS

However, the Swiss colonel affirmed that he did not speak about military questions referring to Swiss neutrality during his meeting with Hitler.

The "Wile case" became worse when the Socialist press published

a letter allegedly written by a high officer of the Swiss army to a member of Parliament.

The letter said that Wile is not a Swiss but a Prussian trying to tug Switzerland in the teutonic track.

The Swiss army asked that the case be probed by Parliament.

The 100,000 French diplomatic circles and the French speaking Swiss. However, it was found that had been written by Dr. Hermann Hagenbuch, first Lieutenant of the army and a journalist.

The motives which prompted Hagenbuch to formulate such charges against Wile are not yet known.

A court martial will deal with this case.

Neutrality Threatened?

SWISS OFFICER CHARGED

EXCITEMENT IN FRANCE

London, Dec. 20. Colonel Ulrich Wille, one of the highest Swiss officers, charged by a section of the press with "endangering Swiss neutrality," has been exonerated by the federal council.

In his case, recently closed, stirred public opinion considerably. For several weeks the "militarist" and "Russian" Wille was the target of the socialist party, which gave wide publicity to an alleged meeting between Colonel Wille and Herr Hitler in the Munich house of Rudolf Hess, last March.

Socialists charged the Swiss officer with having come to an understanding with Germany, in case of a future war, and asked for his dismissal.

This charge caused a sensation in France and prompted the War Minister to state that "Wille had in no manner endangered Swiss neutrality." However, the Government cautioned Colonel Wille for his intimate relations with leading National-Socialists, while the resolution voted by the majority of the national parties declared: "We agree with the federal council that leaders of our army must apply in their relations with foreigners the necessary prudence, preserving the traditional neutrality of our army."

The fireworks started when the Swiss Government, answering a question put by a member of Parliament, admitted that Colonel Wille had met Herr Hitler in Hess' house.

Immediately the Socialist press commenced an intensive campaign, demanding Wille's resignation from his post as third army commander.

KNOWN SYMPATHY

Wille's alleged interview with Chancellor Hitler had aroused suspicion, especially because of his well-known sympathies for Germany, where many members of his family live. His mother was a member of the German aristocracy; his brother lives in Germany, and one of his daughters married a German.

The Socialists stated, that Colonel Wille had been acquainted with Hitler since 1929, and that although he had not communicated with the Nazi-leader after the unsuccessful Munich insurrection, the Swiss officer had renewed the acquaintance early this year, through Hess' mediation.

M. Minger himself admitted that he had seen Herr Goebels at the German embassy in Rome, where he was a guest with his wife for ten days, Baron Werner von Blomberg, German defence Minister, at Kiel, and Hess and Hitler in Munich.

DOWN

1 A desperate character one might encounter in the cardroom.

2 An infant fish and insect in very fine style.

3 This acts as a warning to sailors not to trust the banks.

4 This may knock you over just when things are looking bright.

5 There's a girl in this garment.

6 And in this one may see one's counterpart.

7 Leech-like advice.

8 Motorists should beware of the head of this mountain.

9 The superficial show that is meant to deceive.

10 Can cloth-makers sometimes be caught thus?

11 A dance.

12 A long time in poetry.

13 This phenomenon is above, unlike the end of it.

14 A tiller (anag.).

15 Sing-Sing might appreciate this entertainment.

16 Not a friendly sentiment.

17 An unexpected item.

18 This shelter is usually constructed of wood, with the bark, of course, inside (two words).

19 Board from the ears!

20 Tree.

21 One of the U.S.A.

22 A daily chain, maybe.

23 Effective, but not secretive.

24 The result of a disordered invitation to emerge.

25 The ruling time.

26 Staunch.

NOW AVAILABLE

THE RCA VICTOR "DOUBLE-DOUBLE"

ANTENNA SYSTEM

for

ALL-WAVE RADIO RECEIVERS.

Specially designed to obtain maximum performance from any All-Wave Receiver, and to reduce interference caused by trams, motors car, lifts and all other electrical machines.

Full Particulars and Price, on Request.

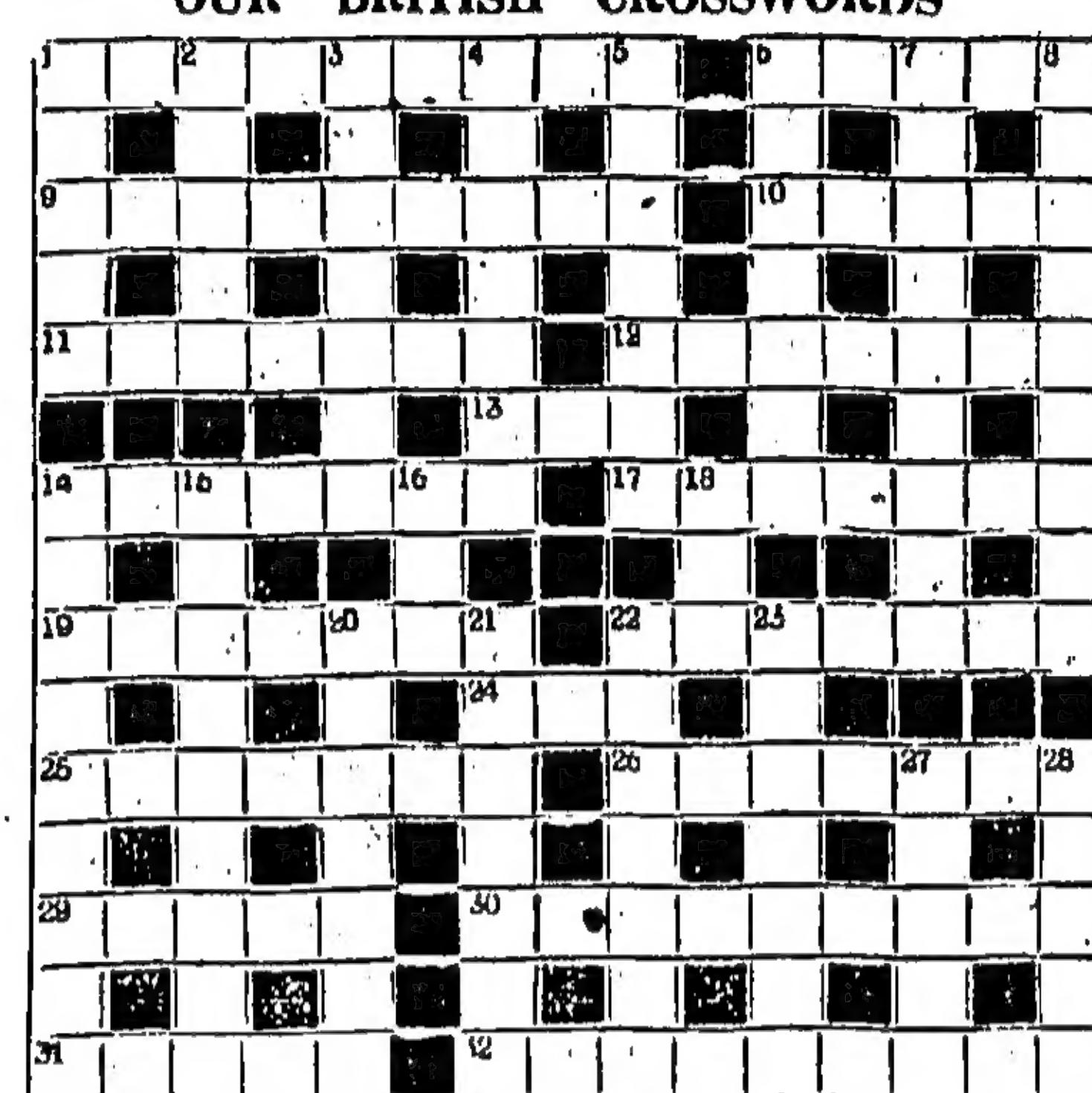
TSANG FOOK PIANO CO.

9, Ice House Street

HONG KONG

USE ELECTRIC CHROMIC NEEDLES WITH YOUR PICK-UP

OUR BRITISH CROSSWORDS



Across

1 A desperate character one might encounter in the cardroom.

2 An infant fish and insect in very fine style.

3 This acts as a warning to sailors not to trust the banks.

4 This may knock you over just when things are looking bright.

5 There's a girl in this garment.

6 And in this one may see one's counterpart.

7 Leech-like advice.

8 Motorists should beware of the head of this mountain.

9 The superficial show that is meant to deceive.

10 Can cloth-makers sometimes be caught thus?

11 A dance.

12 A long time in poetry.

13 This phenomenon is above, unlike the end of it.

14 A tiller (anag.).

15 Sing-Sing might appreciate this entertainment.

16 Not a friendly sentiment.

17 An unexpected item.

CEMENT CO.'S LOSSES

GREEN ISLAND EFFECT REDUCTION
BY TWO-THIRDS OF CAPITAL

POLICY VIOLENTLY ATTACKED

Reduction by two-thirds of the authorised capital of \$6,000,000 in consequence of losses, was approved by shareholders of the Green Island Cement Co. Ltd., at an extraordinary general meeting held in Exchange Building on Monday.

The position of the Company, due to severe competition, tariff difficulties, and other adverse trade conditions, was fully set out by the Chairman (Mr. J. Scott Harston) who also replied to criticisms by a shareholder, Mr. H. Odell.

An amended resolution brought by Mr. Odell for an "Investigation Committee" with a view to discontinuing business was rejected.

The Chairman said:

Gentlemen.—The purpose for which this Meeting has been called is to consider and, if thought fit, to pass, with or without amendment, the special resolution and the ordinary resolution set out in the notice which has been in your hands for the requisite period and which has just been read.

Attached to the notice is an explanatory note dealing with the subject-matter of the resolutions, and therefore, in formally proposing them, it is my duty, as Chairman of Directors, to acquaint you with the considered views of your Board and to amplify the information which has already been given to you.

The reduction of capital now recommended is the culmination of many months of very serious thought and deliberation on the part of your Board, and it is submitted without reservation as being the most prudent step which can and should be taken in the best interests of the Company, having regard to the circumstances in which it now finds itself.

Root Causes.

The root causes of our present troubles are bad trade conditions, generally accentuated by tariff difficulties and, in particular, by severe and unremitting competition, aided by a favourable competitive exchange. To the latter, your attention was first drawn from this meeting back at the month of March, 1932, when the Company's accounts for the year 1931 were under review. The existence and effect of this competition continued to be felt more and more acutely, and at the annual meeting held in April, 1933, its seriousness was stressed by myself as Chairman, and a warning was given that your Company could not reasonably be expected to survive a continuance of the intensified dumping of Cement, which was then being experienced in this Colony and elsewhere. Again, in April of this year it was my unpleasant duty to advise you that the Company had been operating under extremely adverse conditions, the very serious effect of which had forced your Board to go so far as to open negotiations for the disposal of portions of your plant.

You will therefore fully appreciate that the adverse influences affecting the Company for the past four years had the unremitting attention of your Management, and it is only after this long and painful experience, during which no effort has been spared to defend your interests, that you are now asked to acknowledge the loss of part of your investment in this undertaking, in the hope that the remainder may have the better opportunity to survive.

Two-Thirds Capital Lost.

Briefly, Gentlemen, approximately two-thirds of your capital assets can be considered to have been lost in so far as they have become non-revenue-producing to such an extent that their retention at their present values on our books will no longer reflect the true position of the Company.

When it became fully apparent that some definite drastic action was essential in order to preserve the foundations of our undertaking, your Board, in considering the measures to be taken, sought the advice of Messrs. Leigh & Orange, Architects and Civil Engineers, and of Messrs. Lowe, Bingham & Matthews, Chartered Accountants, for the purpose of

Book Values.

In conclusion, I would ask shareholders to appreciate the fact that the losses now being written off are on book values only and that, in the event of the Company surviving and

Practicable Course.

Mr. Frank Austin: We have listened to the explanation and details given by the Chairman of the necessity for the reduction of capital, and I feel sure all shareholders will agree with the proposed reduction, as the

tent of and by the cancellation of the 18,024 shares of the Company in respect of which arrears of calls are now outstanding but such reduction to be without prejudice to the Company's right to sue for and recover all arrears of calls now outstanding and due in respect of such shares.

(b) By cancelling Capital, which has been lost or is unrepresented by available assets to the extent of \$5.00 per share in respect of each of the remaining 781,976 shares of the Company and by reducing the nominal amount of each such share from \$7.50 to \$2.50

And I shall be much obliged if some shareholder, will kindly second that proposal, whereupon questions thereon may be raised.

Investigation Committee.

Mr. Frank Austin: We have listened to the explanation and details given by the Chairman of the necessity for the reduction of capital, and I feel sure all shareholders will agree with the proposed reduction, as the

Committee

be formed, independent of the management of the company, for the purpose of investigating in as short a time as possible, and in as thorough a manner as possible whether we should continue in business or not.

Mr. Odell's amendment was not seconded.

The Chairman then put the Resolution he had proposed and which Mr. Frank Austin had seconded, and this was carried.

Second Resolution.

The Chairman: I now beg to formally propose the following Resolution (No. 2 in the notice convening this meeting) as an Ordinary Resolution:

2. That immediately on the foregoing reduction becoming effective the said 781,976 shares of the Company reduced to \$2.50 per share shall be consolidated in such manner that every four shall constitute one \$10.00 share and that—

(a) On such consolidation as aforesaid the Directors shall have full power to make such provisions by statute or otherwise as they think expedient for the case of fractions but so that no fractional certi-

Cleaner

in

the

or

the

CLASSIFIED ADVERTISEMENTS

25 WORDS \$1.50 for 3 DAYS PREPAID
50 cents for Every Additional Day
Alternate Insertions 20% Extra.
If Not Prepaid a Booking Fee of
50 cents is Charged.

213.
POSITIONS VACANT.

WANTED—Captain, Chief Officer, Chief Engineer, and Second Engineer. Write Box No. 214, "Hongkong Telegraph."

FOR SALE

FOR SALE—Wire-haired Fox Terrier PUPPIES. Exceptional pedigree. Really lovely puppies. Good bone and coat. Perfect condition. Price moderate. Write Box No. 215, "Hongkong Telegraph."

NEW COMMODORE'S SECRETARY

PAY LIEUT. COMMANDER SWENEY

Pay Lieut.-Cmdr. M. A. W. Sweeney, attached to the Office of the Admiral Commanding the Reserve, London, has been appointed Secretary to Capt. C. G. Sedgwick, formerly of H.M.S. Berwick, who takes over duties as Commodore in charge of Naval Establishments, Hongkong, on April 17 vice Commodore Frank Elliott.

Pay Cmdr. F. R. Porter, who is Secretary to Commodore Elliott, is returning to England with the Commodore on April 19 after three years' service on the China Station in the capacity of Commodore's Secretary.

TURN BACK the hands of TIME

and you will find
that "Three Castles"
are the same
uncommonly fine
cigarettes today
that they were
fifty years ago.

"*Three Castles*"
Quality Virginia
Cigarettes

EA-532

NEW ADVERTISEMENTS.

SEASON GREETINGS

from
MELING STUDIO,
14, Queen's Rd., C.
(Room 101)
Tel. 33866.

GRAND OPENING DAY

1st JANUARY, 1935.

R. HALL,
Artist Photographer.

NOTICE OF REMOVAL.

Mesara, H. Ruttonjee & Son will move to No. 7 Duddell Street, Ground Floor, on 31st December. They beg to request their customers to be good enough to forward New Year orders to their present address (16 Queen's Road, Central) before noon on that date.

**THE HONG KONG SOCIETY
FOR THE PROTECTION OF
CHILDREN.**

**ST. JOHN AMBULANCE
ASSOCIATION & BRIGADE**

6, Ning Yeung Terrace,
Bonham Road.

CLOSING DATE

January 15th

Entrance fee for all school children is 30 cents, irrespective of number of pictures entered by each exhibitor.

MRS. MOTONO

Hand and Electric Masonry,
Hand and Electric Masonry Holder of
Diploma and Certificate of Tokyo Diesel
Kurobo Kenkyusho (Tokyo Electrical Gear
Institute) and the Japanese Government
Licensee.
31B, Wyndham Street.

BREASTROKE RECORD

Miami, Florida, Dec. 31. The world's swimming record for the 150 yards breaststroke, held by Mrs. Jarrett (formerly Eleanor Holm), was broken to-day. Mrs. Jarrett smashed her own record of 1:53 4/5ths by swimming the distance in 1:52.—Reuters.

HOLIDAY CRICKET IN RETROSPECT

(Continued from Page 9.)

all over the place. It is pleasant to see him back in form again after his bad patch.

K.C.C. DO WELL.

The first five batsmen for the K.C.C. batted very well and hit very hard. I had to leave just before the end, but I learn that they just failed to catch up with the clock. A very sporting match in view of the cold and damp we won't say anything about the fielding.

A JUNIOR LEAGUE MATCH

The Police, at home, did quite well to make 164 against the Navy, for whom Emerson bowled well with five for thirty-five. Hunter was as usual the mainstay of his side while Alexander and Baker did well. The Navy, however, got a hundred and ninety off twenty-two overs, which is nearly nine runs an over—pretty quick scoring.

I don't know if Hallam has given up bowling but he could not have done much worse than some of the trundling. I suspect that Skyrme's ninety-one is one of the last innings he will play for the Navy. I wish he had got his hundred! Sturdee also played a very fine first innings, and the Navy won handsomely.

PRESS BEATEN

The Press did get beaten as they did not ask Mr. R. Abbot to umpire! But they put up a very good show and made 168. Craignow however were too good with the bat.

K.C.C. won their junior friendly with Recreco—the latter Club collapsing—on their own ground—for forty-seven. The Civil Service are coming on. They held the brilliant Indian second string to a draw. Harper, Westlake and especially J. M. Wilson doing well with the bat, while Westlake took three for thirty-five.

Razack, Hamet, Baker and one of the Currie family batted well for the I.R.C.

I hope to pick up any points omitted in my article which will appear as usual on Friday next.

at 2 p.m. to-day was 4.93.9/16, compared with 4.93½ at the closing on Saturday.—Our Own Correspondent.

First Failure to Pay Dividend

CHAIRMAN'S COMMENT

London, Dec. 31.

At the annual meeting of the Chinese Engineering and Mining Co., held to-day, Mr. W. F. Turner, the Chairman, commented on the fact that for the first time in its history no dividend was being declared.

The general depression in Chinese trade, said Mr. Turner, was accentuated by Chinese companies throwing coal on the market at any price. The Company's sales were actually 4,134,000 tons, compared with 4,006,000 tons in the previous year, but at seriously reduced prices.

There had also been a series of strikes, which had been more serious than any which had previously taken place. These were not due to grievances on the part of employees, but were of a political nature, fomented from outside.

A considerable improvement was now visible, but profits on the old scale could not be hoped for while the trade depression lasts.

The Chairman paid a tribute to the new agreement with the Lan-chow Mining Company, ensuring closer co-operation, and expressed his pleasure at the arrangement with the Chinese Government regarding mining rights, which had satisfactorily ended an anxious controversy of many years' duration.—Reuters.

SILVER PRICES

SLIGHT ADVANCE IN LONDON

London Dec. 31.

London silver prices were up 1/16 as follow:—

Dec. 29, Dec. 31.

Spot 24.9/16 24½

Forward 24.11/16 24½

London on New York cross rate at 2 p.m. to-day was 4.93.9/16, compared with 4.93½ at the closing on Saturday.—Our Own Correspondent.

HONGKONG RESIDENTS HONOURED

(Continued from Page 1.)

ladyship, to quote the words of a tribute paid her last year by Sir Robert Ho Tung, possessed in a remarkable degree that rare but rather indefinable quality which can best be described as genius for friendship. She has taken a particularly keen interest in drawing together the women of different races in closer friendship, and in the social life of the Colony she has made close contacts on all hands and when called upon to act as the first lady of the Colony has carried out her duties with much grace and charm.

Lady Southorn is also well-known for her literary ability, and, under her maiden name, Bella Sidney Woolf, has written many charming contributions. A most interesting conversationalist, she is widely popular throughout the Colony. The honour conferred on her is richly deserved.

LIEUT-COL. G. D. R. BLACK

Lieut-Col. G.D.R. Black, who has resided in the Colony for many years, is the senior partner in the medical firm of Drs. Black, Ballen and Skinn, and has for a lengthy period been an officer in the Medical Section of the Volunteer Defence Corps, in which he has always taken the keenest practical interest.

He holds the Volunteer Decoration, and has been a Justice of the Peace since 1926. He has long been associated with the Hongkong St. Andrew's Society, of which he is a past President and of the General Committee of which he is still a member. Dr. Black is also a past President and Committee member of the Hongkong Reel Club.

A former member of the Medical Board, he is Vice-President of the Hongkong University Medical Society, and has also been for many years a Vice-President of the Hongkong Philharmonic Society.

Of an unassuming disposition, he has made innumerable friends in the social life of the Colony, and both by his charm of manner and his professional skill he has won golden opinions amongst all sections of the community. We join in extending the hearty congratulations on the honour which he has so well earned.

MR. J. L. MCPHERSON

With a record of nearly 30 years' social service in the Colony, Mr. McPherson richly merits the honour which has been conferred on him, and he will receive the congratulations of a host of friends who greatly admire him for his many fine qualities. Mr. McPherson, who was born in 1874 at Ontario, Canada, of Scottish parentage, was educated at the University of Toronto, where he secured Honours. For three years, he was a school master, and for four years was General Secretary of the University of Toronto Y.M.C.A. and Inter-University Secretary for the Province of Ontario and Quebec.

In 1905, Mr. McPherson became a Secretary of the International Committee of the Y.M.C.A., and in March of that year he came to Hongkong as General Secretary of the European Y.M.C.A. In 1907, he became General Secretary of the Chinese Y.M.C.A., also, and continued as such until 1923. Since then he has been Advisory General Secretary. In each of these offices, Mr. McPherson has displayed unbounded enthusiasm and energy, and it is worthy of note that he organised the Naval and Military Y.M.C.A., now known as the Cheero Club. It may be recalled that when Mr. McPherson came to Hongkong, the Y.M.C.A. here was situated in rented quarters, whereas it is now working in five buildings of its own, with more than 3,000 members.

One sphere in which Mr. McPherson has done a tremendous amount of work is in the promotion of outdoor recreation. He promoted a play-for-all movement for school children, and introduced the games of basketball and volleyball as suitable for playing on small areas. He also organised the Children's Playgrounds Association and the Hongkong Chinese Amateur Athletic Federation to control local participation in the Far East Olympics.

In his early years in the Colony, Mr. McPherson played soccer and figured in the Hongkong Cricket Club tennis tournaments. He now indulges in little golf, and is an honorary member of the Kowloon Golf Club.

Mr. McPherson has also taken part in the public life of the Colony in various directions. He was made a Justice of the Peace in 1930, and has been for some years a member of the Licensing Board. He is also a member of the Executive Committee of the Society for the Protection of Children and of the Committee of the New Territories Agricultural Association, whilst he was formerly on the Committee of the S.P.C.A.

Prominently identified with the religious life of the Colony, Mr. McPherson is a Trustee and Chairman of the Committee of Management of the Hongkong Union Church. He is also a keen Free-

FIVE NEW PEERS CREATED

(Continued from Page 1.)

hoods, two are conferred in connection with the Victorian Centenary Celebrations—Major General Blamey, Chief Commissioner of Police; and Brigadier Carl Jess.

MALAYA AND FAR EAST HONOURS

Knighthoods have been conferred on Mr. Andrew Caldecott, Colonial Secretary of the Straits Settlements and on Mr. Justice Samuel Joyce Thomas, Chief Justice of the Federated Malay States.

The C.M.G. decoration has been conferred on the Hon. Mr. Harold Fairburn, Inspector General of Police in the Straits Settlements, whilst an Hon. C.M.G. has been awarded to Halim Shah, the Regent-Designate of Kedah.

The M.B.E. decoration has been conferred on Captain Arshad and Warrant Officer H. Farrow, of the Straits Settlements Volunteers as well as on Mr. Thomas McDonald, of the British Sub-Legation at Nanking.

The Hon. K.B.E. decoration has been conferred on the Sultan Tadjudin, acting Regent of Kedah.

The Undang of Jelebu receives the decoration of Hon. C.B.E.

The O.B.E. decoration has been conferred on Mr. Wee Swee-loon, of the Straits Settlements.

Medals of the Order of the British Empire have been conferred on Mr. L. B. Boyack, of the British Consulate at Shanghai, and on Ali Bin Tuan, of the F.M.S. Police.

Honours awarded to Hongkong are reported elsewhere in this issue.

OTHER HONOURS

The Earl of Yarborough is appointed Knight of Carter.

The eminent scholar, Professor John Mackay, is appointed to the Order of Merit.

The King has conferred the Royal Victorian Chain upon the Earl of Derby and the Earl of Athlone.

In the Order of the Bath, Sir Josiah Stamp becomes a Knight Grand Cross, and Mr. Henry Baddeley, Clerk of the Parliaments, and Colonel Banks, Director of the General Post Office, become Knight Commanders.

In the Order of St. Michael and St. George, Sir Edward Denham, Governor of Jamaica, is appointed a Knight Grand Cross. Lieutenant General Sir William Furze and Mr. Archibald Clark Kerr, British Minister at Stockholm, are among the new Knight Commanders in that Order.

In the Royal Victorian Order, Admiral Sir Herbert Fetherstonhaugh, Viscount Hampden and Baron Leconfield become Knights Grand Cross. New Knight Commanders include the very Reverend Foxley Norris, Dean of Westminster, dated November 29, which was the date of the Duke of Kent's wedding; and Mr. William Reid Dick, Royal Academician, and Dr. Edmund Spriggs, M.D.

In the Order of the British Empire, Sir Macpherson Robertson, who promoted the England-Australia Air Race, is appointed a Knight Commander.

The Royal Air Force promotions include Air Marshal Sir Robert Brooke-Popham, to be Air Chief Marshal; and Air Vice Marshal Longmore, to be Air Marshal British Wireless and Ruler.

HONGKONG TRADE HOPES

CHINESE CHAMBER RECEPTION

Speakers at the annual New Year reception held at the Chinese Chamber of Commerce, reviewed 1934 trade conditions and urged local merchants to hold an optimistic view for 1935, and expressed the hope that an improvement in trade would be shown this year. The function was presided over by Mr. Wong Kwong-tin, the Chairman.

Among the speakers were the Chairman, the Hon. Dr. R. H. Kotewall and the Hon. Dr. S. W. Tao.

In the course of his address, Dr. Kotewall described 1934 trade conditions as being the worst in the past sixty years, but urged those present to be optimistic and expressed the hope that 1935 would prove a prosperous year for local trade.

Appropriately quoting the aged, saying "never say die," the Hon. Dr. Tao, also expressed the hope that a general improvement in trade would be shown in the present year.

mason, and is at present Deputy District Grand Master of Hongkong and South China.

As will be seen, Mr. McPherson has touched life at many angles during his lengthy residence in the Colony and has made friends on all hands. A man of sterling character and high principles, he has, in a quiet and unassuming, but none the less effective, manner contributed much to social and religious work of Hongkong, the impress of which will last for many years.

TAKE ANY TRAM OR HAPPY VALLEY BUS
ORIENTAL
THEATRE

FLEMING
ROAD
WANCHAI
TEL. 28473

FOR 2 DAYS ONLY TO-DAY & TO-MORROW
WE'RE STARTING THE NEW YEAR
WITH A GREAT SHOW!

A STAGE AND SCREEN PERFORMANCE
FOR THE ONE PRICE OF ADMISSION.

ON THE STAGE
AT ALL PERFORMANCES

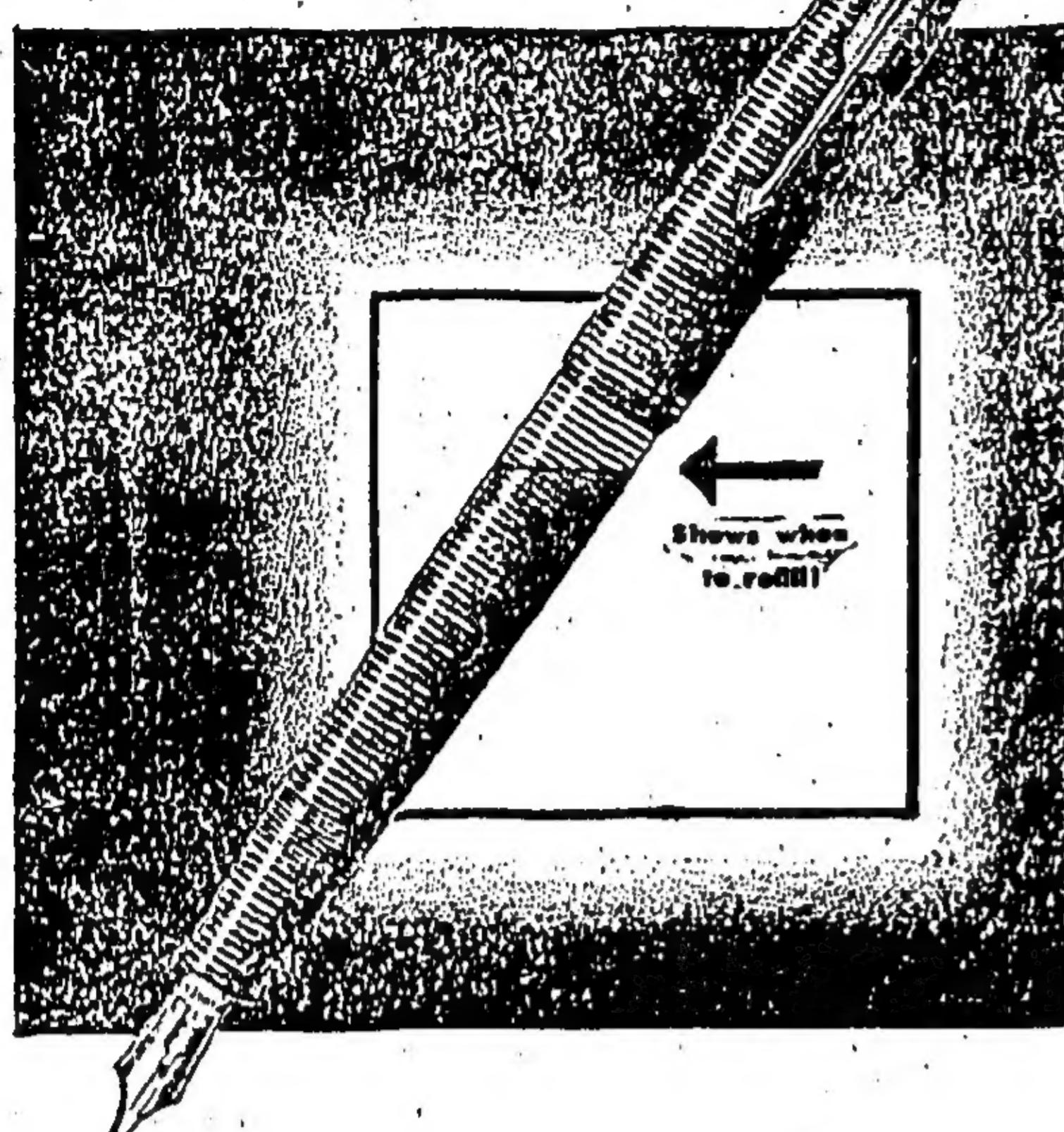
YOLA & PAUL

INTERNATIONAL STAGE ARTISTS

FIND THE AUTOMOBILE
In this little picture, an automobile is hidden. Are you sharp enough to find it? Even the eye cannot find it first; but in the new Parker Vacumatic. But hold the pen to the light! Then you realize that



This Amazing Pen TELLS WHEN TO REFILL!



Do not think that because the new *Vacumatic* Parker may remind you of "transparent" pens, that it is at all like the old-fashioned kind. This magnificent fountain pen, with its shimmering layers of jet rings, is wholly new, wholly exclusive with Parker.

And here is the simple way it works. Hold the pen to the light. Instantly, you can tell how much ink remains — can know whether or not the pen needs filling!

This amazing pen, which fills by vacuum-pressure, holds 102%

Parker
VACUMATIC



Sole Wholesale Agents:

DODGE & SEYMOUR (China), LTD.

French Bank Building,
Queen's Road Central,

CINEMA NEWS

NOTES FROM THE THEATRES

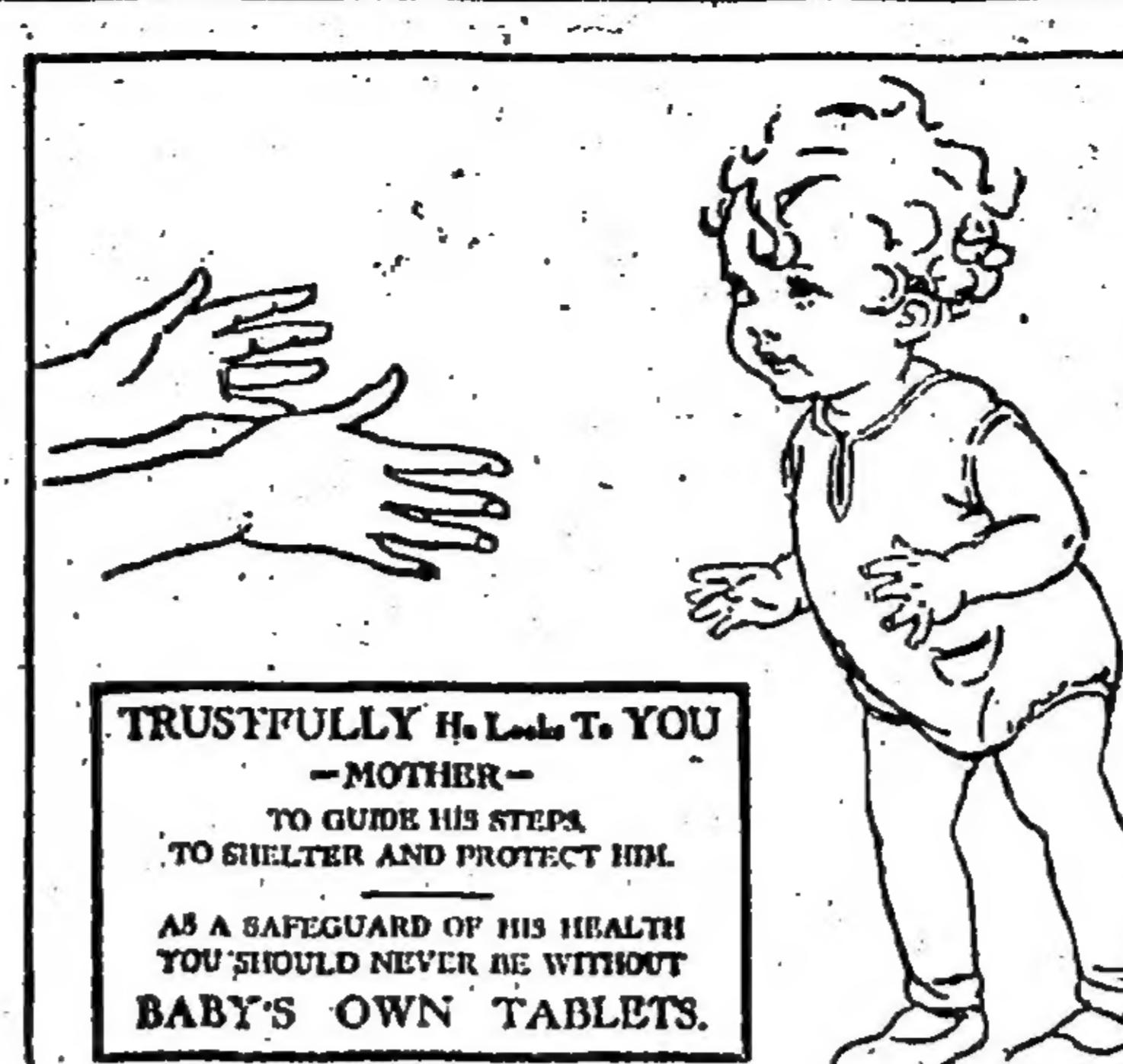
In assigning George Marshall to direct "365 Nights in Hollywood," which is now showing at the Fox's Theatre, the Fox Film studios fully could have chosen a man better equipped for the job. Marshall had everything from playing professional baseball to reporting for a San Francisco newspaper before he landed in Hollywood in 1913. There he crash-landed studio gates with Harold Lloyd, Al Reach and Frank Lloyd, present in greats. Proud of the fact that he was one of the first extras to get \$5 a month and worked his way to top, going through the joys of boy, assistant director and finally fledgling director. The only interruption of his career was caused by the war, from which he returned a lieutenant with a French bride. They have two children, Germaine, 14, and George, Jr., 10. Marshall has directed comedies chiefly, for Mack Sennett, for Laurel and Hardy, and others. He recently directed Alice Faye and Lew Ayres in "She Learned to Love." A native of Chicago, Marshall was educated at St. John's Military Academy there and the University of Chicago. Rail-reading, coal mining, logging, he's done them all. Alice Faye, James Dunn, Frank Mitchell and Jack Durant are featured in "365 Nights in Hollywood," a "different" comedy of the film capital, "Cradle Song."

A poignant story of mother love behind convent walls, as unusual as it is touching, comes on Saturday to the King's Theatre. It is "Cradle Song," and has been adapted from the stage play by G. M. Martinez Sierra, which made a profound impression on New York when produced by Eva Le Gallienne at her Civic Repertory Company in 1927. Dorothy Wiecek, star of "Maechen in Uniform," presented in her first American starring picture, Miss Wiecek was offered a Paramount contract as a result of her brilliant work in the European picture and went to America expressly to play the part of "Jonna," in Martinez Sierra's drama of frustration behind convent walls. Besides Dorothy Wiecek, the cast includes Evelyn Venable, a newcomer to the films from Walter Lippmann's distinguished dramatic company, Kent Taylor, Sir Guy Standing and Louise Dresser.

DUKE OF GLOUCESTER

INJURED TOE REPORTED COMPLETELY HEALED

Wellington, N.Z., Dec. 31. The Duke of Gloucester's injured toe has now healed. He went out riding to-day in preparation for the Ladies' Bracelet Race on New Year's Day.—*Ruter Special*.



TRUSTFULLY He Looks To YOU
—MOTHER—
TO GUIDE HIS STEPS.
TO SHELTER AND PROTECT HIM.
AS A SAFEGUARD OF HIS HEALTH
YOU SHOULD NEVER BE WITHOUT
BABY'S OWN TABLETS.

The first step—the first few years—in a child's life are all important in relation to his future well-being. Throughout them the wise mother watches her little one's health with unrelenting vigilance. Most of the troubles of childhood originate in the stomach and intestines. It is to safeguard children against these that Baby's Own tablets were designed by the medical child specialist who devised their formula. Baby's Own Tablets, therefore, should be kept at hand by every mother, ready for administration at the first signs of infantile constipation, indigestion, colic, 'wind,' also to cool feverishness, to allay teething pains, check diarrhoea, break up colds, expel worms. Baby's Own Tablets are obtainable from chemists everywhere.

LAID TO REST

FUNERAL OF ACCIDENT VICTIM ON DONAU

At funeral of Herr Kurt Grohne, victim of a fatal accident on the steamer Donau at the Kowloon Wharf on Sunday, was held on Monday at the Protestant cemetery, and was attended by a large gathering of the local German community, as well as by captains and officers of the German steamers, Bremerhaven and Delko Rickmers. The Rev. F. Diehl officiated at the graveside.

Wreaths were being lowered into a grave, the gathering gave the last salute, and when the service was concluded the Nazi, Horst Wess song and another German song were sung. Mr. F. Kuehne gave a final oration in German.

Among those present were the German Consul, Herr H. Gipperich and his secretary, Herr Otto Neidt. Other guests were Messrs. W. Sporleder, Clemens, C. Blitzer, K. Svenda II, Ammann, Mr. and Mrs. H. Notz, Taut and officers of the other Bremerhaven, and the Captain and officers of the steamer Delko Rickmers and many others.

Wreaths were sent by the German Consul, Herr Gipperich, the staff of the German Consulate, Herr W. Sporleder, Mamir Khan Brothers, Agenten Noloutscher, Lloyd, Bremen (Melchels & Co.), N. S. O. A. P. Ortscepel, K. N. S. O. A. P. Ortscepel, H. Captain and officers and crew of steamer Donau, Captain

COLLECTING RATES

IMPOVERISHED ARTIST TOLD TO PAINT MAYOR

Budapest, Dec. 31. The Municipality of Szekszard has found a new way of collecting the rates.

An impoverished artist, heavily in arrears and still without cash, was dealt with in a novel manner. The Council ordered him to paint the Mayor and leading members of the Council.

The materials were ordered to be supplied by the ratepayers, whose views on the subject are unpredictable.—*Our Own Correspondent*.

and officers of the steamer Bremerhaven, the Deutscher Klub and others.

QUALITY

carries conviction

An artistic type attracts readers, sells your printing, pays for itself. Such a type is *Della Robbia*. Up to

30 points only.

博文圖書公司

UNIVERSAL

TYPE FOUNDERS CO.

47 Pottinger Street

HONG KONG.

3 DAYS ONLY

TO-DAY, THURSDAY & FRIDAY

SALE

OF

LADIES' HANDBAGS

GENUINE ENGLISH LEATHER
ASSORTED
SHAPES, SIZES, COLOURS,

AT

PRICES BELOW COST

THESE
MUST BE CLEARED TO
MAKE ROOM FOR
NEW STOCKS.

Call and Inspect

Whiteaways

THE
HONG KONG
PENINSULA HOTEL;
HONGKONG HOTEL; REPULSE BAY HOTEL;
PEAK HOTEL
&
SHANGHAI
ASTOR HOUSE; PALACE HOTEL;
HOTELS
LIMITED.

In association with the Grand Hotel des Wagons Lits, Peking

Penang

The Scenic Gem of Malaya



Runnymede Hotel

Malaya's Premier Hotel

also under the same management
THE CRAG HOTEL
Penang Hill
(A health station)
CABLES "RUNNEMEDE"
RUNNEMEDE HOTEL, LTD.

HONG KONG SOCIETY FOR THE PROTECTION OF CHILDREN

The Society asks for

\$25,000

In 1935 to continue its work for sick and destitute children.

Hon. Treasurers:

Mr. A. McKELLAR, C.A.,

c/o Mackinnon, Mackenzie & Co.,

P. & O. Building.

Mr. KWOK CHAN,

c/o Banque de l'Indo Chine,

Hong Kong.

QUELEO'S
THE HOUSE OF DLUXE ENTERTAINMENT
ONE SUCCES AFTER ANOTHER
SCART EMPRESS
BARRETT'S ORWIMPOL STREET
TREASURE ISLAND
An Now
MERRY WIDOW
the GREATEST PICTURE
of ALITIME!
Please be advised and BU your Tickets in Advance
NEXT DANCE
RIDE THE WAVES OF LOVE AND LAUGHTER

STUDENT TOUR
with
JIMMY DURANTE
CHARLES BUTTERWORTH

SWAN, CULBERTSON & FRITZ.

Investment bankers and brokers in securities and commodities
Daily New York and London Stock Exchange Services.
Commodity Futures on the principal American markets

Members of:

New York Cotton Exchange.

Chicago Board of Trade.

Commodity Exchange, Inc.

(Silver, Rubber, Silk, Copper, Hides and Tin).

New York Coffee and Sugar Exchange.

Canadian Commodity Exchange Inc.

Winnipeg Grain Exchange.

Manila Stock Exchange.

Correspondents for Hayden, Stone & Co.
Telephone: 30244, 30245, 30246. Cable Address: Swanstock.
9, Queen's Road Central
(Corner of Ice House Street).

COATES & Co.'s.
ORIGINAL
Plymouth
Gin
Is and always has
been absolutely
DRY
and is eminently
suitable for
COCKTAILS.



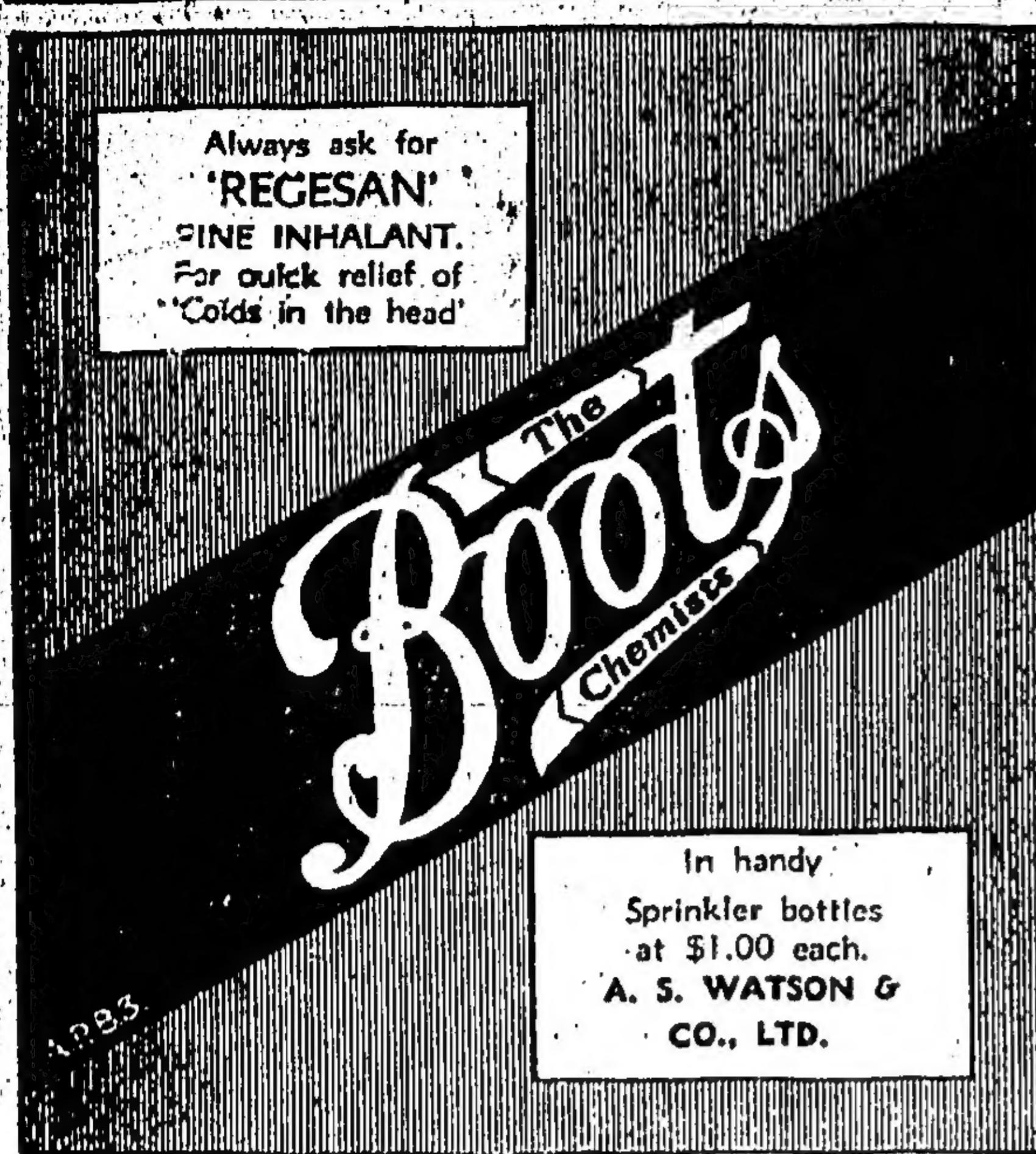
Sole Agents:
CALDBECK MACGREGOR & CO., LTD.
The Leading Wine & Spirit Merchants in the Far East.

TYRE EXPENSES

Use—

FULL-CIRCLE RE-TREADING
SMOOTH EVEN WEAR WITH SAFETY.
BEST MILEAGE AT LOWEST COST.

THE HONGKONG TYRE CO.
392, Hennessy Road, Wan Chai.
Tel. 28539.



HOMES WITHOUT A PIANO

Have you ever given a thought to the fact your child may have hidden musical talent that will never be developed for lack of a piano?

It is not a costly undertaking to make provision for the musical education of your children . . . we offer the easiest of terms and will be pleased to discuss them with you.

Our pianos have been known and appreciated for over half a century, and are built for a lifetime of service.

S. MOUTRIE & CO., LTD.
York Building.

Chater Road.

LANE, CRAWFORD'S
1935

JANUARY
SALE

CARPET SQUARES.
to be cleared at
HALF THE MARKED
PRICES

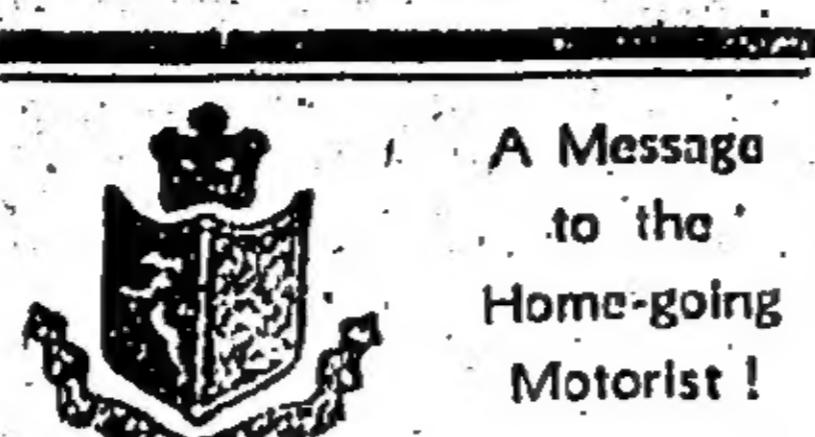
CRETONNES
SHADOW TISSUE
PRINTED LINENS
ARTIFICIAL SILKS
SLUB REPPS
etc.

LESS
25%

COMMENCING TO-DAY
JANUARY 2nd

FURNISHING DEPARTMENT —
Phone 28151.

Six Lines.



ON LEAVE—

—WITH A CAR “VAUXHALL”

The car of super-refinements with no price equal!



“Light Six”
Saloon
Standard £220
De Luxe £240
“Big Six”
Saloon £325

Special arrangements extended to the motorist going on Home forlorn for delivery in London and use at Home and subsequent redelivery in Hongkong at above rates.
Deferred Terms—Repurchase—Licence & Insurance arranged. Full particulars on application.

HONGKONG HOTEL GARAGE SHOWROOM

Phone 27778-9, Stubbs Rd.

The Hongkong Telegraph.

WEDNESDAY, JAN. 2, 1935.

1935

Despite a measure of uncertainty in regard to possible developments affecting some of the world's major problems, mankind in general enters on the New Year in a spirit of hopeful expectancy. Whilst it would be idle to contend that 1934 has been all that could be wished, we can nevertheless look back on it with a feeling that it might easily have ended more disastrously than it has. Here and there evidence has not been wanting of some measure of progress in the adjustment of the larger issues, although we are still far from a lasting solution of the problem of world depression. The year 1935 has for some time been envisaged as possibly the most critical since the Great War. Whether the prophecies of the doleful pessimists are to be fulfilled, time alone can show. Japan's denunciation of the Washington Naval Treaty is admittedly a bad start for the New Year, and there still remains the question of the mandated islands in the Pacific. These two issues are of serious concern to all nations with interests in the Far East, but whilst it would be unwise to shut our eyes to the possibility of a naval armaments race as a result of Japan's action, comfort can be found in the fact that the Washington Treaty still operates for a further two years. In the interim, every effort will be made to seek a new understanding, in which connection Japan's specific denial of any aggressive intentions is so much to the good. Happily, at the moment relations between Japan and China on the one hand and Japan and Russia on the other are far less strained than they were a year ago, and it would not be unreasonable to expect a further rapprochement between these nations in the year which has just opened. Turning to Europe, there are definite signs of lessening of the tension which at one time threatened to embroil the major Powers, and once the Saar plebiscite is out of the way, the stage should be set for a further improvement. The greatest danger at the moment is the existence of a spirit of extreme nationalism, but as against this we can place the perceptible progress being made in the task of evolving plans for a collective system aiming at the preservation of peace. So far as Britain is concerned, there is evidence of a marked improvement in trade and finance; 1935 gives promise of yet further rewards from the nation's wise handling of its commercial and economic problems. In the United States, a definite impression is being made on major problems, and, backed by the results of the re-

cent election, the Roosevelt Administration will be encouraged to go forward in a spirit of quiet determination. Here in Hongkong conditions are not all that could be wished; the effects of depressed trade are still being felt, and Government revenue has fallen off somewhat. At the same time, business in spheres does seem to be picking up, whilst the rise in the value of the dollar is helping to keep the Colony's credit balance about normal. All in all, we can look forward to the New Year with a feeling of quiet optimism, and with a determination, so far as it lies within us, to fight the spirit of pessimism which, if given full rein, would only add to difficulties. Individually, the best contribution in 1935 will be to spread the habit of looking on the bright side of life.

NOTES OF THE DAY

PAINTERS VS. POETS

The house which John Constable, English painter, occupied in Charlotte Street, London, for many years, has come up for sale, and the proposal is being vigorously canvassed that it should be bought as a national memorial in preparation for his centenary in 1937. The interest which the scheme is arousing is particularly welcome because at first Constable, though among the greatest of English painters, was neglected in his own country. His genius gained recognition in France, where his superb sense of colour and design moved people to enthusiasm as soon as 1821. The slowness with which Constable's achievement won through to recognition in England is perhaps symbolic of the reputation which has been enjoyed (or rather, not enjoyed) by English painting as a whole. Fortunately, however, the planets are for troubled times. There is now a wide appreciation of British art, and it is being widely appreciated, largely owing to the remarkable exhibition of British art held some time ago at Burlington House, where it was seen to compare not unfavourably with the foreign exhibitions that had preceded it. English artistic achievement is generally held to be greater in the sphere of poet; and perhaps appreciation of characteristic English painting has been hindered by the fact that, outside perhaps of Hogarth, it contains few of the qualities that have given English poetry its reputation. Gainsborough, Reynolds, Constable, with their peaceful scenes and quiet country lanes and peaceful villages, and unspoiled lakes and ponds and windmills and hedges, have little of the stabbing dramatic intensity that distinguishes English poetry. Its highest reaches. They have lines of another kind—of apt and gentleness and quiet. It is good that these should now be recognised.

NEW BUSINESS

The New Year can be deemed upon to bring us some interesting chapters in new business. We will see in England the commencement of a new industry: the manufacturing of oil from coal and the production of a cokeless fuel as a by-product. This will give England cheaper fuel and more activity in the mines, and must be hailed as an enterprise of singular utility. It will create employment in new fields and will entail the investment of £6,000,000 over a five year period, further cause for gratification, meanwhile, in South Africa, they're renewing an experiment which may have a wide bearing upon the commercial fates of the future. The treaty toward balanced barter, with Africa has signed an agreement with Germany which will allow the Union to dispose of such of the wool yield in the European market, while Germany will secure compensation through the South African importer. United States and Russia believed to be considering a mid-million-dollar barter deal. The wealth of a producing nation in the future will be measured by production, and not necessarily the amount of gold in the vaults of the national banks; thus the workers of the world prosper. And all of this is gratifying. Another development of minor significance which the new year will bring, is the spanning of the Pacific Ocean by commercial planes, the inauguration of America-Asia service by the other ships of the air. That, and the probability that Hongkong will be linked to Europe by direct communication, if not at all, at least very shortly, are things that people in this Colony will watch with keenest interest. At about the same time that the shelling is taking place, Hongkong should be commencing to feel the warmth of rekindled prosperity which is already warming the hearths and hearts of inhabitants of the Empire.

cent election, the Roosevelt Administration will be encouraged to go forward in a spirit of quiet determination. Here in Hongkong conditions are not all that could be wished; the effects of depressed trade are still being felt, and Government revenue has fallen off somewhat. At the same time, business in spheres does seem to be picking up, whilst the rise in the value of the dollar is helping to keep the Colony's credit balance about normal. All in all, we can look forward to the New Year with a feeling of quiet optimism, and with a determination, so far as it lies within us, to fight the spirit of pessimism which, if given full rein, would only add to difficulties. Individually, the best contribution in 1935 will be to spread the habit of looking on the bright side of life.

STARS BID US HOPE FOR NEW YEAR

By ROBERT LYND

the end of the year approaches, it is natural that we should turn our thoughts to the year that is to come and wonder what it has in store for us. Hoping for the best let us peruse "Old Moore's Almanack"—or, rather, rival editions of "Old Moore's Almanack"—for 1935.

There is much to encourage us in the news from the stars about us, and something to depress us. In the year, it is made clear, will not be marked by fatal accidents, there will be storms and floods, fires will break out, volcanoes will erupt. Various parts of the world will be troubled by the light of the stars.

Sportsmen will be equally interested in the cricket prophecy for April: "Enthusiasm for the great summer game is not abated, but a new ruling by the authorities is viewed with doubt by the old followers of the game." While on the subject of sport, I may mention the fact that some interesting information is to be had from the stars about the football Cup Final. "A Southern team," we are told, "is making a bold bid for football honours, but the North is giving nothing away in the race for the Cup." Could anything be clearer than that?

That is good news, and we have chiefly Venus to thank for it. For Venus, "the planet of peace and goodwill," is the primary ruler of the year, and would apparently do even more for us if it were not for the fact that she is rising in conjunction with Saturn, "the planet of selfishness and bondage" in the sign of Pisces, which is "the sign of enemies."

That, no doubt, is why she cannot save us from serious labour troubles in the spring and summer, and why, during the month of January, the B.B.C. will have a rather bad time. On this latter point the stars foretell that much dissatisfaction will be expressed against the policy and programmes of the B.B.C. . . . A change is likely." Sir John Reith may comfort himself with the reflection that a wide gulf separates what is likely from what is certain. In any event, he has been warned in time.

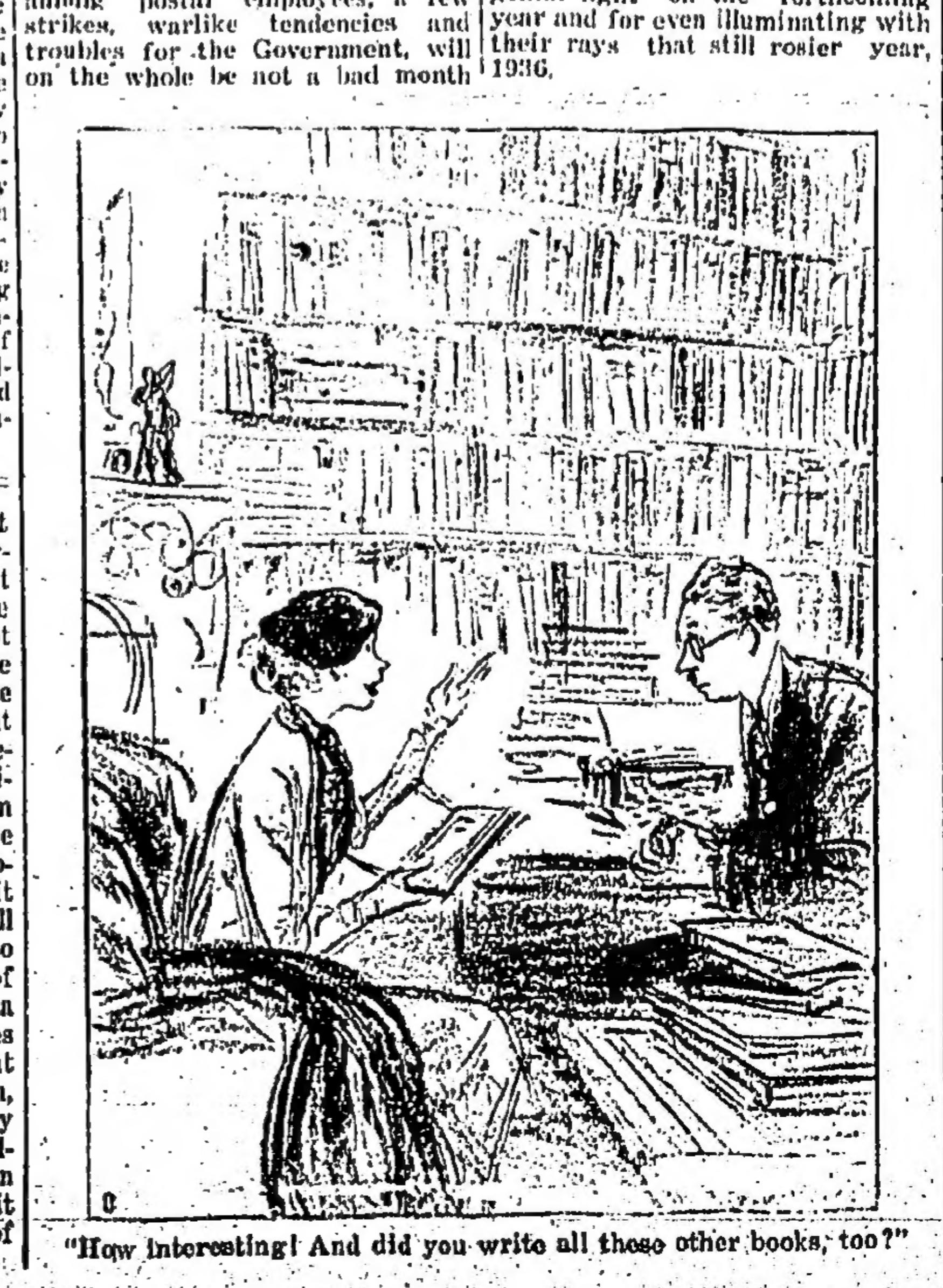
It would be an interesting thing to have a complete file of "Old Moore" since its first publication in 1697, and to discover how far this venerable prophet has succeeded in forecasting the great events of history.

Did he foretell the death of Queen Anne, or the victories of Marlborough on the Continent? Did he announce in advance the French Revolution? Did he predict the unification of Italy?

It is said that at least one of the "Old Moors" for 1914 came out without any reference to the approaching World War. Did any edition of "Old Moore" predict the war? Perhaps the stars at the time were more interested in football.

Looking through the predictions of one edition of "Old Moore" for the year 1934, I have certainly found one picture indicating a Royal betrothal, and another picture indicating a ship on fire. The date of Princess Marina's engagement is foretold to within a fortnight; but what seems to be a picture of the Morro Castle appears in the wrong month.

The stars, however, are a long way off, and a month out here or there is a small mistake to make at such a distance. Meanwhile, we should be grateful to them for shedding such a comparatively genial light on the forthcoming year and for even illuminating with their rays that still rosier year, 1936.



The Very Idea!

WOMEN'S HAIR

(Contributed)

JUDGE Sir Alfred Tobin gave his views recently on women's hair during the hearing of a case against a hairdresser.

"We always heard of grey hairs being treated with respect," he said.

When counsel commented that women did not seem to like it, the judge said: "The most beautiful thing a woman can have is beautiful white hair."

Later he inquired why peroxide was used on hair, and counsel replied: "I think it is to make platinum blonde. There was a lady known as the Platinum Blonde on the films."

Judge Tobin: No; she was known in this court. Her hair, I think, became Cambridge blue.

DUMB-BELLES LETTRES

by Juliet Lowell

And How!

Miss Helen King, Handwriting Analyst, All-Story Magazine, New York City.

Dear Miss King:

Would you divorce my husband if he put his cold feet on you all the time?

Very truly yours,

Mrs. Allan R. (signed).



Does She Squeak?

August 14, 1930.

The Livingston Co., New Haven, Conn. Friends and Neighbours:

My Mother-in-law has returned from Camp and if you are going to do anything, get busy, don't send any love-letters or flower books, just think of what the unemployment question is when your Mother-in-law won't work or let anybody else work and that is what this winter looks like to me. You had better send me over six gallons of L.C.U. Polish and I will use this on her as a spray, she is not rusty but you know a little polish goes a long way on the Old Girl and hope some day to send her to New Haven.

Lovely,

Peter K. G. (signed).

At the Ball

Miss Parados? Why, I think I know your father. Isn't he in Parliament, or somewhere?"

"Yes, I believe he is, actually. He's frightfully keen on it, you know."

"But he hasn't been at the House much lately, has he?"

"The House? Our house, do you mean?"

"No, I meant the House of Commons, really. We call that the House, you know."

"Oh, yes, of course. No, Father doesn't actually go to the House much. Not now there's the hunting, and that. He says the members are such fearful bounders, really."

"You keen, yourself?"

"On hunting? Oh, terribly. I think it improves the mind so much, you know."

"Improves the mind?"

"Yes, meeting people, and that. Of course, some of them are fearful outsiders... But one can always give them a miss, can't one?"

"What I really meant was, are you keen on politics?"

"Oh, yes, fearfully. I think everyone ought to be, don't you?"

"Well, naturally. What party do you favour?"

"Well, I haven't got a party actually. I mean to say, I think they're so narrow, don't you? And one does meet such odd people..."

"Isn't that the next dance?"

"Yes, I'm afraid it is..."

"Well, I must say I've enjoyed our talk, frightfully—I think it broadens the mind so, don't you?"

NAVAL TREATY REFORM

FRANCE URGES REVISION

JAPANESE AMBITION

Paris, Dec. 31. "We can only adhere to a Treaty in principle and details," declared M. Peitri, Minister of Marine, in defining the French attitude on the coming Naval Conference.

M. Peitri added that present conditions taken as a whole, and above all, the marked entry of Germany into the naval game, made it impossible that the Treaty could have been maintained.

He added that France had not denounced the Treaty simultaneously with Japan, because her reasons for disliking it were not the same as Japan's.—*Reuter*.

JAPAN SUSPECT

London, Dec. 31. "By the rights of logic and common honesty, if any country ought to have a Navy adequate to its self-defence, it is China," declared the *Manchester Guardian*, in commenting on Japan's denunciation of the Washington Treaty.

"But is that what Japan means?" the journal asks. "On the contrary," it adds, "the top and bottom of her policy is to secure against all possible threats command of the seas, on which ultimately depends her freedom to enforce whatever is her policy in respect of China and on the Continent of Asia."—*Reuter*.

MORE JOBS IN BRITAIN

UNEMPLOYMENT LESS PREVALENT

London, Dec. 31. The Ministry of Labour estimates that at December 17 there were approximately 10,248,000 insured persons aged 16 to 65 in employment in Great Britain.

This was 36,000 more than at November 26, 1934 and 237,000 more than at December 18, 1932. There was further improvement in employment during the month, in coal mining, cotton and motor vehicle industries and in distributive trades. Some improvement was also recorded in the engineering industry and in hotel and boarding-house service. There was a decline in employment in building, pottery, woollen and worsted hosiery and boot and shoe industries. At December 17 the number of unemployed persons on registers of Employment Exchanges in Britain totalled 2,085,876. This was 34,970 less than number on registers at November 26, 1934 and 138,264 less than year before. The total comprised 1,686,607 men, 66,277 boys, 29,192 women and 43,839 girls.—*British Wireless*.

E. H. HILLMAN DEAD

AVIATION FIGURE DIES SUDDENLY

(Special to "Telegraph")
(By Telegraph. Copyright, Telegraphic News Service, 1934. Received, January 1, 11.10 a.m.) London, Dec. 31. Mr. Edward Henry Hillman, 45 years of age, controller of the Hillman Airways International Service, which recently employed Mrs. Amy Molaison as a pilot, died to-day.

He was of humblest origin. He was for years a cycle repairer and only five years ago graduated from the post of lorry driver to that of controller of the Hillman aviation project. He acted as his own porter at Abingdon Airport.

The Hillman aviation project has prospered and advanced by leaps and bounds. Mr. Hillman was by way of being a very wealthy man.—*Reuter Special*.

KING OF SIAM UNDECIDED

ABDICTION STILL THREATENS

London, Dec. 31. Since the Christmas audience between the Siamese delegation and the King there has been no development, except the fact that all matters are being referred by cable to Bangkok.

The delegation says "It may be a matter of weeks, even of months."—*Reuter*.

Cardinal Bourne Passes
NOTED CHURCHMAN MOURNED

DISTINGUISHED CAREER

London, Jan. 1. The death has occurred of His Eminence Cardinal Francis Bourne, Archbishop of Westminster since 1911. He had been critically ill over the week-end and became weaker last night.

Death came suddenly at 25 minutes past midnight, only a nurse being present at his bedside.

During yesterday, the King and Queen caused enquiries to be made at the Archbishop's house.—*Reuter*.

The late Cardinal Bourne was born at Clapham, London, in 1861, the son of a high official in the Post Office. A somewhat delinquent boy, he was educated for the priesthood at Ushaw College and St. Edmund's College, Ware, going later to Cardinal Manning's seminary at Hammersmith and to St. Sulpice, Paris. After a course at Louvain he was ordained in 1884.

His first important post was that of Rector of the Southwark Diocesan Seminary. In 1896, he was given the dignity of Monsignor, and in 1896 consecrated Bishop of Epiphania.

MADE ARCHBISHOP

Next year he became Bishop of Southwark and on the death of Cardinal Vaughan in 1903 the Pope nominated him as Archbishop of Westminster where he consecrated the great new Byzantine Cathedral. He was raised to the cardinalate in 1911. When the Eucharistic Congress met in London in 1908, he evoked strong protests from non-Catholics by his project for a procession of the Host through the streets and the idea had to be abandoned, as it threatened to result in disturbances. In the early days of the war, Kitchener declined to allow so many chaplains to proceed to France as Bourne considered necessary, but he induced Asquith to have his wishes carried out. The Cardinal several times visited troops on the Western Front and the fleet at Scapa Flow. After the Armistice he made a tour of the Holy Land, Turkey and the Balkans, and was the first Cardinal to enter the church of St. Sofia, Constantinople, since it fell into the hands of the Turks.

FINE ORGANISER

In October 1928, he celebrated his silver Jubilee as Archbishop and in June 1934, his golden jubilee as a priest. On both occasions he received many tributes both from Catholics and non-Catholics. The Cardinal, who was friendly with the late Primate of the Church of England, Dr. Davidson, was the first man in his position to dine with the King and Queen at Buckingham Palace. Bourne's policy was to extend the influence of Catholicism by putting down a number of small churches so that everyone should be within easy reach of the Mass.

A patriotic Englishman, he opposed the idea of setting up a Catholic university or starting a Catholic party. While against modernism, he was not hard on individual modernists. He was not so much an inspiring leader or preacher as a highly efficient organizer and a skilful diplomatist. He did much to strengthen the position of the Roman Church in England.

SHANGHAI'S AMBITION

CAMPAGNE FOR CULTURE

Shanghai, Jan. 1. An ambitious programme of cultural, educational, industrial and municipal developments is outlined by Mr. Wu Teh-ch'en, Mayor of Greater Shanghai, in his New Year message to citizens.

The Mayor sounds an optimistic note regarding Shanghai's future and invites his fellow-citizens to reaffirm their faith and confidence in the fulfilment of plans visioned for what he terms the greater Shanghai of to-morrow.—*Reuter*.

ART TREASURES FOR BRITAIN

PUBLIC TO ASSIST IN PURCHASE

London, Jan. 1. Arrangements have been made for the Victoria and Albert Museum to acquire jointly a famous collection of rare Chinese and Far Eastern works of art. Mr. George Eumorfopoulos is handing over the treasures for £100,000.

The public is being invited to contribute towards the cost of the collection and Sir Percival David and the University of China committee have already put forth a helping hand.

Experts admit that the cost to the museums is far less than would be the case if the collection were to be sold at public auction.—*Reuter*.

DAY BY DAY NEWS IN BRIEF

HE IS TO BE EDUCATED NOT BECAUSE HE IS TO MAKE SHOES, NAILS AND PINS, BUT BECAUSE HE IS A MAN.—William Ellery Channing.

Sir Robert Ho Tung is giving a tea party at the Roof Garden of the Hongkong Hotel on Friday in honour of Dr. Hu Shih.

A dance will be held in the Sailors' and Soldiers' Home to-night, commencing at 8.30 p.m. The admission is \$1.00 including refreshments. Ladies by invitation.

GREAT NEW INDUSTRY OIL OUT OF COAL SMOKELESS FUEL

(Special to "Telegraph")

(By Telegraph. Copyright, Telegraphic News Service, 1934. Received, January 1, 11.10 a.m.)

London, Dec. 31. The first sod was cut to-day at Sea Harbour for the commencement of the ambitious project of manufacturing oil from coal.

The enterprise is backed by big industries, under the name Coal and Allied Industries, Limited, and the investors plan to expend £500,000 on the scheme, to be spread over a five-year period of expansion.

The present section of the enterprise will cost £250,000 and will be fully operating before the end of the year. It will produce 4,500,000 gallons of motor, spirit annually and 120,000 tons of smokeless fuel.—*Reuter Special*.

California Quake

LOS ANGELES IN SHOCK AREA

(Special to "Telegraph")

(By Telegraph. Copyright, Telegraphic News Service, 1934. Received, January 1, 11.10 a.m.)

Los Angeles, Dec. 31. The last day of the year was marked by heaves and tremors of the earth.

A quake of considerable intensity rocked Southern California and Arizona at 10.47 a.m.

Los Angeles felt it and the populace was not a little agitated. No damage was reported, however.

—United Press

Barter With Germany

SOUTH AFRICA'S WOOL MARKET

VALUABLE CONNECTION

(Special to "Telegraph")

(By Telegraph. Copyright, Telegraphic News Service, 1934. Received, January 1, 11.10 a.m.)

London, Dec. 31. When the Cunard Liner "Aegean" arrived at Plymouth with nine survivors of the steamer "Usworth," which was lost in an Atlantic gale, its Commander, Captain Bissett, was accorded a civic welcome.

Responding to congratulations, Captain Bissett said that after the s.s. Jean Jadof's boat capsized with the loss of 14 men, he had to make the great decision whether he could get a boat away to the doomed steamer. But he had had complete confidence in the boat and its officers and crew and they made a fine job of rescuing the survivors.—*British Wireless*.

PANAMA GUARDED

RUMOURS OF SABOTAGE

(Special to "Telegraph")

(By Telegraph. Copyright, Telegraphic News Service, 1934. Received, January 1, 11.10 a.m.)

Cristobal, Dec. 31. The Gatun Locks of the Panama Canal, are barred to anyone without a written pass.

The order was issued to close the entrances after the superintendent of the locks, Mr. H. M. Thomas, had received on Friday a note advising him that a blast would occur on Sunday wrecking the control house.—*United Press*.

Another school magazine has joined the Hongkong family of periodicals. It is the magazine of King's College. Its cover bears a picture suggesting the Temple of Heaven and it has a foreword by Mr. G. M. Sayer, Director of Education. The effect is, in fact, a revival; there was a King's College Magazine before. The magazine now gives promise of a virile continuance.

The annual Congregation Ceremony at the University of Hongkong where Dr. Hu Shih will receive an honorary degree, will be the more interesting, for another ceremony which will follow. This is the formal opening of the new School of Surgery building, by His Excellency the Governor, Sir William Peel. The date is Monday, January 7.

MORE MONEY FOR AMERICA WAR BUDGET

ULL STRENGTH FLEET

EXTENDED AIR PROGRAMME

Washington, Dec. 31.

President Roosevelt has approved increases in the Budget for naval defence, both in respect of the Army and the Navy, according to the *Washington Post*.

The naval named states that the Budget will shortly be submitted to Congress provides for some \$20,000,000 ordinary expenditure but the amount of the emergent appropriations is unknown.

The Navy programme calls for the raising of the Fleet to full strength under the Washington Treaty as also provides for aircraft construction.

Provision is made for 24 warships, including two 8,000-ton cruisers, three destroyers, six submarines at a 15,000-ton aircraft carrier, as well as 270 aeroplanes.

The Navy will acquire 5,500 more enlisted men for a total of 88,000, while Mr. Claude Swanson, Secretary of Navy, will ask Congress for an addition of 1,513 officers, making a total of 7,012.

A well-informed source states that President Roosevelt has also approved an increase of \$445,000,000 for the War Department during the fiscal year beginning on July 1, but has redacted the Estimates of Mr. George Ven, Secretary for War, so that an increase of the Army to 167,000 men will be impossible, and a construction plan for the Army Corps will be spread over four or six years, instead of four.

According to the same authority, President Roosevelt favours the appropriation of at least \$100,000,000 for naval construction during the fiscal year.—*Reuter*.

Barter With Germany

SOUTH AFRICA'S WOOL MARKET

VALUABLE CONNECTION

(Special to "Telegraph")

(By Telegraph. Copyright, Telegraphic News Service, 1934. Received, January 1, 11.10 a.m.)

London, Dec. 31. It is officially announced that a wool trade agreement has been signed between South Africa and Germany.

German importers will now be able to purchase South African wool to a value not exceeding £2,400,000 from now until May 30, while the Union importers are expected to purchase German goods of an equivalent value by September 30.

It is explained that the pact is merely an exchange dealing arrangement and is not intended to interfere with ordinary commercial practice.

Reports circulated with reference to the completion of a later agreement between the two countries are described as premature.—*Reuter Special*.

TRAGEDY ON STEAMER

SHIP'S ENGINEER FOUND DEAD

London, Dec. 31. A tragic discovery was made last night by the Captain of the s.s. Anjou, which is engaged on the Hongkong-Kongmoon run, when he found Mr. S. McMordie, chief engineer of the ship, dead in his cabin.

It appears that Mr. McMordie had complained of severe pains in the stomach on the previous day and had been treated by a doctor at Wuchow, as well as on the ship, on the run down. He appeared to be no worse on the arrival of the vessel here, but later passed away.

The late Mr. McMordie came to Hongkong from Singapore some ten years ago, prior to which he was for several years second engineer on the Union Castle Line. Since coming to Hongkong, he had been mainly engaged on river steamers. He was very popular with all who knew him, and his passing will be greatly deplored.

The funeral will probably take place this evening.

NEW GERMAN LINERS

FOR FAR EASTERN SERVICE

London, Jan. 1.

Arrangements have been made for the Victoria and Albert Museum to acquire jointly a famous collection of rare Chinese and Far Eastern works of art. Mr. George Eumorfopoulos is handing over the treasures for £100,000.

The public is being invited to contribute towards the cost of the collection and Sir Percival David and the University of China committee have already put forth a helping hand.

Experts admit that the cost to the museums is far less than would be the case if the collection were to be sold at public auction.—*Reuter*.

LONDON MARKET

London, Dec. 31.

As a result of renewed investment buying, gilt-edged were strong on the Stock Exchange under the lead of old Consols and War Loan. At the close the War Loan three-and-a-half per cent was quoted at a new record price of 103½. Market generally was cheerful and business more active.

It is proposed to entrust the command of the Scharnhorst to Captain Walther Stein, of the s.s. Coblenz.

RADIO BROADCAST

TO-DAY'S PROGRAMME

HAWAIIAN MUSIC AND A RECITAL FROM THE STUDIO

4-7 p.m. Children's Studio Concert.

7 p.m. London and New York Stock and Commodity Quotations.

7.05-7.10 p.m. Band Music.

THRILLING RECOVERY SAVES THE MAINLAND



ERNEST STRANGE LEAVING

TEMPORARY LOSS TO FOOTBALL

SAILS FOR HOME THIS MONTH

(By "Veritas".)

Ernest Strange, Club inside left, and one of the smartest of the younger school of local players, is to be temporary lost to local football after the 26th. of this month.

Strange is leaving for England on home furlough on January 26, and he will be away some nine months.

His vigorous and energetic young figure will be missed on our grounds, and the Club will feel their loss keenly, as big things were expected from the Bickford-Straight wing combination.

Although Strange has not yet reproduced his dazzling form of last season, which put him into Inter-port trials and representative matches, there is no doubt that it was only a question of time before he and Bickford would again become one of the best left wings in the Colony, and it is doubtful whether the selectors could have overlooked them in the Inter-port trials. As it is Strange will have to wait another year for his chance.

SCHOOLBOYS' RUGBY

Scotland Wins In International

London, Jan. 1. Scotland completely outplayed England in the Schoolboys' International rugby match played at Richmond to-day, piling on 27 points to England's five.

Results of other leading Rugby Union matches follow.

Penarth 6 Cardiff 6

Glasgow Acad. 10 Hill Head High School 3

Watsonians 3 Cardiff 5

On Monday, Rosslyn Park were at home to Fetterian Loriotians and won by 15 points to eight.—Reuter.

CINZANO VERMOUTH

ALWAYS INSISTED UPON BY THOSE WHO KNOW THE BEST.

SOLD IN EVERY PART OF THE WORLD.

PRODUCED BY THE OLDEST DISTILLERY IN ITALY.

REFUSE SUBSTITUTES.

Obtainable at all leading Wine Merchants.

SOLE AGENTS:

THE CENTRAL TRADING CO.

Bank of Canton Building.

Three Goals In Arrears: They Earn Creditable Draw

BRILLIANT FOOTBALL FEATURES GAME

ISLAND TIRES AFTER HOLDING THE WHIP HAND

HOLIDAY CROWD DELIGHTED

(By "Veritas")

No finer game could have ushered in Hongkong's 1935 football than yesterday's match between representative teams of the Island and Mainland, which attracted a big crowd despite the unpleasant weather conditions, and which resulted in a draw of three goals-all.

Several alterations had to be made from the advertised teams, but as was forecast in these columns on Monday, the presence of reserves had no detrimental effect on the standard of football, which, in view of the fact the match immediately succeeded New Year Eve celebrations, was exceptionally high.

Starting off one short and remaining thus for a long period in the first half, the Mainland were at first completely outplayed, but they staged a dazzling second-half recovery, coming from behind a three goals deficit, to square the score five minutes before the close. Superb movements by the Island forward line featured the initial stages of the game. Ward and Ho Ku-keung were missing, the former being engaged with close of the year business at the bank, but Leonard led the line in dashing manner, and with Li Shek-yau moving over to inside right, room was found for Li Kwok-wan on the left wing. The South China left half gave an extraordinary good account of himself, adapting himself to a strange position with pleasing facility.

The Mainland had to make three alterations, Morrison, Woods, and Wearmouth being absentees. Ash moved over to left back, and Swain came in as his partner. A.V. Gosano was shifted to right half, Elliott came in at inside right and English operated on the left wing.

SHOT THEIR BOLT

My prophecy that the match

would determine itself into a contest between the Mainland attack and the Island defence, was completely set at nought in the first half, but subsequently it was amply borne out, and while the struggle lasted, there is no gainsaying that the honours went to the Mainlanders. The Island players shot their bolt in the first half, the Chinese rapidly tiring after the interval owing to the fairly heavy going. But while they lasted the Islanders played wonderful football.

Seldom have I seen better forward movements in local football. The ball flew from man to man, with the players running into position and snapping up the passes without

hesitation. It was a very harassed and bewildered defence which attempted to stop these thrustful attacks. The same high quality ran right through the team, and at one time the complete rout of the Mainlanders appeared inevitable.

But the team lacked stamina to carry on the good work, and although there were moments when it looked as though they might recover their earlier form, the Mainland rearguard had by that time taken such a firm grip of themselves, that they quickly nipped promising movements in the bud.

FIGHTING COME-BACK

It is difficult to speak too highly of the Mainland's fighting come-back. The team did not even wait for the inspiration of a goal before getting down to business, but from the start of the second half, went to the attack and maintained it for at least three quarters of the last "45."

In the last ten minutes or so, they were so dominant that their team work compared very favourably with that displayed by the Islanders in the initial moiety, and certainly no game could have had a more fitting result.

Getting down to individuals, I was very impressed with Pardoe's football right through the game. He was one of the few Island players who maintained consistent form until the end. When his team was on top he was brilliant, and when later he was called upon to take the role of defender, he played a notable part.

Leonard was as good as he has ever been, and at times exceeded any previous form. His neat combination with Li Shek-yau and Toy Quan-jiang was the spearhead of the cleverly conceived and brilliantly effected Island attacks.

WEARY PLAYERS

Li Shok-yau was an extremely hard worker, but Tao Kwei-shing failed to support him after the interval, falling away in astonishing fashion. Tay Quan-jiang blew himself out in the early stages by overdoing the individual stuff. It was clever, and to a holiday crowd good entertainment, but it finally reacted on Tay, who was a physically beaten man after half-time.

Pardoe was quite well supported by Elms and Leung In-chun; that is up to the time the Mainland became aggressive. Then his henchmen became weary. Elms could not approach B. Gosano for speed and his usual keen sense of anticipation seemed to become blunted. Leung found the bustling English rather disconcerting, and towards the end made no serious efforts to thwart him. Sydney Strange headed well. Otherwise he played a sort of "I-wish-I-had-never-heard-of-New-Year's-Eve" game. Nevertheless he held out as long as possible and could not be blamed in any way for the Mainland scoring three goals.

Durham was the last word in brilliant anticipation. In the first half, and later on he effected a number of clean clearances which marked him as a class goalkeeper. The shots that passed him would have beaten anybody.

RIDLEY—MASTER SCHEMER

The ineffectiveness of the Mainland attack in the initial half was

(Continued on Page 9.)



QUEEN OF TENNIS COURTS TO RETURN

MRS. MOODY TO PLAY IN TOURNAMENTS

(Special to "Telegraph")

San Francisco, Dec. 31. Mrs. Helen Wills Moody has announced that she is resuming tournament competition tennis in an effort to regain the American championship. — United Press.

AS I SEE IT

LEAGUE CRICKET: IS IT REALLY WANTED?

ABOLITION WOULD BE GOOD THING FOR THE GAME

INFLUENCE WHICH RUINS HALF DAY CRICKET

ther it stands a chance of winning, whether it can save the game, or whether it is doomed to defeat, until it has been battling an hour or more. The team has to establish itself, and when there are two league points at the end of it, by gosh, that team is going to see that it is well established before letting itself go.

ONE BIG OBJECTION

One big objection to league cricket is that teams are apt to, and very often do, allow the reward hanging at the end of victory, to dominate the whole of the game. It governs so-called "tactics". I have seen captains force a free hit to cramp his style in an effort to gain a draw. One continually witnesses opportunities of fine sporting finish ruined by this pandering to the result by this association with league point. It is not an uncommon sight to see all-day league games ruined in England through this slavish adherence to some queer idea that one's standing in the league table determines one's skill at the game. How much more must this influence be noticed in half-day matches? Additionally so in Hongkong, where we play the game during the winter months and are therefore restricted to a maximum of four hours of cricket.

LET'S FORGET ABOUT IT

L

ET'S

T

HAT

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

E

S

T

CLUB BEAT NAVY ON STICKY PITCH

ABOLISH LEAGUE CRICKET

(Continued from Page 8.)

players and spectators alike derive more enjoyment from friendlies than they do from the league encounters.

A SUGGESTION

ON the other hand, if the league is regarded as essential to cricket in the Colony, why not a revision in some of the procedure, with a view solely to leaving the teams with an equal chance of winning? I would like to see a rule for league games which provides that the actual playing time be evenly divided, so that each side has the same period in which to score runs. Let us do away with drawn league matches. Whichever side score the most runs in the time appointed, wins. This is not an original suggestion. I have heard it mooted by several followers of the game. It would at least ensure bright cricket, and a team would win on its merits.

ENGLAND WINS

Women Cricketers In Australia

Brisbane, Q: Dec. 31. The first official women's cricket test match was concluded on the Exhibition Oval this afternoon.

England won by nine wickets.

Australia collapsed sensational in the first innings, being dismissed for 47. England replied with 164.

The Australians did much better in the second innings, hitting up 138, with the loss of only one wicket. England pounced on the Australian score. Stumps were drawn when the score-board showed 34—Reuter.

COLLAPSE OF NAUTICALS

EIGHTEEN WICKETS FALL FOR 128

Triangular Turney

In the last match of the Triangular cricket Tournament on the Hongkong Cricket Club ground yesterday, the Royal Navy collapsed before the bowling of G. R. M. Ricketts (four for 12) and A. C. L. Bowker (five for 27) and were dismissed for the meagre total of 46 runs, enabling the Club to win by six wickets.

The Club batsmen were also none too comfortable on a tricky wicket, and four wickets had fallen before the Navy total was passed. Eventually the Club totalled 82 for six wickets.

A feature of the Club innings, was the performance of E. A. Clayton, the Navy wicket-keeper, who caught three and stumped one. Stoker Crunden took three wickets for 18 runs and Pay-Cdr. Hargreaves two for 13.

The Club, by virtue of this win, share the honours of the tournament with the Army, with whom they drew.

ROYAL NAVY

Lt. Branwell, c Owen Hughes, b Redmond	3
Lt. Parks-Smith, c Ricketts, b Bowker	5
L. S. Peatfield, b Bowker	11
Pay-Cdr. Hargreaves, c Bowker, b Ricketts	5
Mid. Sturdee, L. B. W. Ricketts	10
Capt. Cutler, b Bowker	1
Capt. Manners, b Bowker	1
L. S. A. Emmerson, c Dunkley, b Ricketts	1
Stoker Crunden, b Ricketts	8
Sub-Lt. Briggs, not out	1
Extras	0
Total	46

Bowling Analysis

	O.	M.	R.	W.
Bowker	12	1	27	5
Redmond	7	1	0	1
Ricketts	4	2	12	4

CLUB

H. W. Barnes, c Branwell, b Hargreaves	31
L. T. Ride, c Clayton, b Crunden	0
T. A. Pearce, st. Clayton, b Crunden	0
E. R. Duckitt, c Clayton, b Crunden	1
G. A. Stewart, c Clayton, b Briggs	13
A. W. Hayward, not out	16
G. R. M. Ricketts, c Briggs, b Hargreaves	6
T. M. L. Redmond, not out	9
Extras	6
Total for 8 wks.	82

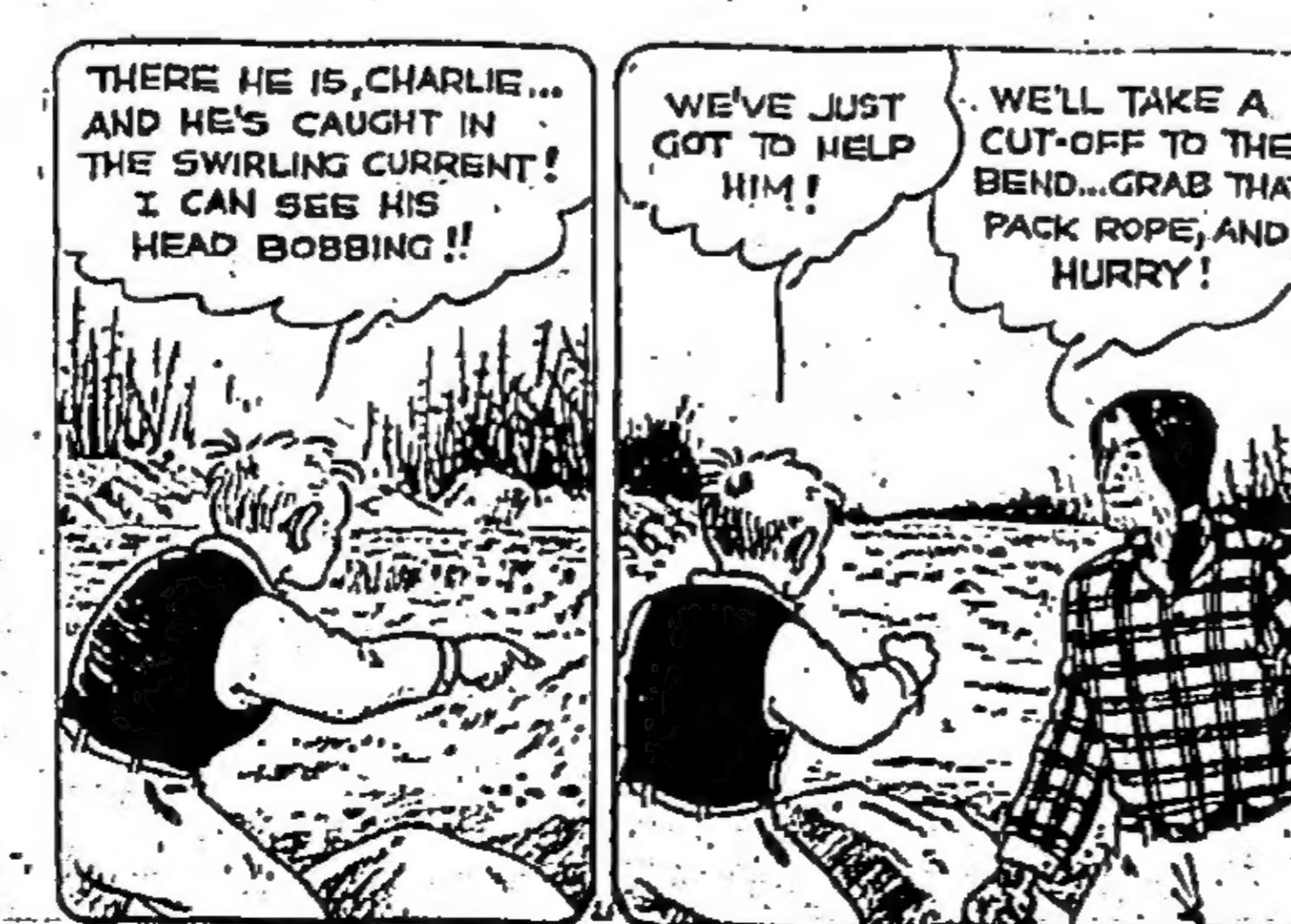
Bowling Analysis

	O.	M.	R.	W.
Briggs	9	3	19	1
Crunden	6	1	18	3
Emmerson	3	1	10	0
Hargreaves	2	2	13	2
Peatfield	3	1	6	0
Branwell	1	1	10	0

UNIVERSITY MATCH

A fine innings of 96 by F. R. Zimmerman enabled the University Past to defeat the Present by 24 runs in their annual match at Pokfulam yesterday afternoon. The Past, under the captaincy of F. Hipperton, batted first and totalled 144 runs. The Present were dismissed for 120 runs.

FRECKLES AND HIS FRIENDS



HOLIDAY CRICKET IN RETROSPECT

K.C.C. COME INTO THEIR OWN AGAINST NAVY

ARMY'S FINE DISPLAY IN TRIANGULAR TOURNEY

(By R. Abbie)

There has been so much Cricket over the holidays that I have found it necessary to publish this extra set of notes to deal with the K.C.C. vs. Navy match on Boxing Day, the Army and Navy Game on 27th and 28th, and the end cricket on Friday I hope to deal with "future" and the Club vs. Navy match which is to be played on New Year's Day. I shall also take in any other new year games that come within my knowledge.

K.C.C. vs. THE NAVY

The game at which the K.C.C. were at home the Navy does not seem to have been reported as fully as I merit. Played on Boxing Day, the tiff I am told, was as excellent and enjoyable as the Cricket—or perhaps it was the other way round while there was a most exciting finish.

The Navy in the toss and decided that it would be better to chase a ball out in the field to square up the Christmas round of the men-deads. Anyway they were given the ball and Brigades made the new ball ring a bit and had the wickets of Teddy Fincher, Arthur Lay and Munn fairly soon.

Meantime, however, E. P. Fincher had settled down and played very nice cricket, hitting anything overpitched very hard. His century was an excellent one, though he had a bad patch when he was in the middle. Mackay and Stapleton shared some of their proper form and F. Zimmerman and Lay put double figures.

NAVY VARY

The Navy did start too well as Smith who was turning the ball a good deal one run across, (it was a big break to a left-hander), and Branwell followed it and was taken in the slips. From what have seen and heard this seems to be his only weak shot. I saw him do just the same to last leg (as ordinarily) break of Willy Hung's some weeks ago, but the catch was put down.

In spite of some gallant hitting by Parks-Smith, who was lucky twice to snick the ball past his leg stump things went badly for the Navy and when their ninth wicket fell they still wanted over eighty runs. However, Crunden came in and proceeded to hit everything.

It seems he dealt with Smith's breaks by refusing to allow the ball to pitch, and it looked as if he was going to pull off a gallant victory, aided by E. R. A. (is it?) Clayton who was not out twenty-two when Crunden's inning came to a close at forty-five. E. Zimmerman took a terrific shot at long-on to win the match for Rowntree.

NAVY AND ARMY MATCH

Crunden failed to repeat his success in the big game at the K.C.C. on Thursday and Friday last. But Branwell came on and gave a beautiful display of batting. His hundred and forty-seven is the biggest score which has been made on the Club round for some years, I fancy. Hargreaves, Peatfield and Parks-Smith all got useful scores and then the team shut up and were all out for 235—a score which should have been much bigger.

Among those present were Sir Thomas and Lady Southorn and Mr. M. K. Lo. They had the satisfaction of witnessing one of the best matches of the season. (Continued on Page 4.)

SPORTS JACKETS

SPRING 1935.

THE NEW SPORTS JACKETS JUST RECEIVED FOR SPRING 1935 CARRY THE NEAT DESIGNS & COLOURINGS WHICH WILL APPEAL AT ONCE TO GOOD TASTE.

THE CUT IS EXCELLENT & THE MAKING A COMPLIMENT TO BRITISH TAILORING.

Prices from \$21.50.

BERNARDS' of HARWICH

Tailors & Outfitters

Tel. 28365.

Des Voeux Road
(Gloucester Bldg.)



OUR VALETERIA SERVICE



DOES IT BEST.

THE STEAM LAUNDRY CO.

The Largest Sanitary Laundrymen, Dyers and Drycleaners in the Far East

Head Office & Works, Mongkok.

Tel. 57082.

21270.

58545.

330, Nathan Road.

Peak Hotel Depot.

Gloucester Building, 3rd Floor.

Hong Kong Hotel (Visitors only).

Repulse Bay Hotel (Visitors only).

Peninsula Hotel (Visitors only).

Tel. 28385.

Mr. & Mrs. Y. Mori MASSAGE

Acupuncture, Moxibustion and Bone Setting. Holder of Japanese and Honsho Government Licences. Ores Sprayed Ankles and Wrists. Recommended for many years by local Hospitals and Doctors.

4, Wyndham Street (1st Floor).

Tel. 26051.

COUNT THE TELEGRAPHS EVERYWHERE



By Blesser

SUITABLE PRESENTS

for

EVERY OCCASION

at

KOMOR & KOMOR

Art & Curio Experts

York Building. Chater Road.

THE BLUE FUNNEL LINE

REGULAR AND FAST FREIGHT AND PASSENGER SERVICES

LONDON SERVICE
MEMNON sails 2 Jan. for Marseilles, London, Rotterdam, Hamburg & Glasgow
ANTENOR sails 16 Jan. for Marseilles, London, Rotterdam & Glasgow

LIVERPOOL SERVICE
AOAFENOR sails 1 Feb. for Tripoli, Havre, Liverpool & Bremen

NEW YORK SERVICE
MARON sails 8 Feb. for Boston, N.Y., Philadelphia & Baltimore via Manila, Straits & Suez

PACIFIC SERVICE
IXION sails 3 Jan. for Japan, Victoria, Viver & Seattle
TANTALUS sails 26 Jan. for Japan, Victoria, Viver & Seattle

INWARD SERVICE
GALOIS Due 2 Jan. From U.K. via Straits
HECTOR Due 4 Jan. From U.K. via Straits
TANTALUS Due 8 Jan. From Pacific via Japan & Shanghai

Specific reduced fares are quoted for cargo steamers with limited passenger accommodation.

For freight, passage rates and information apply to

BUTTERFIELD & SWIRE
Tel. 30331. Agents, 1, Connaught Road, O.



SERVICE OF FAST MOTOR VESSELS

with limited, but exceptionally good, passenger accommodation. Comes to:

- Port Said, Marseilles, Algiers, Oran, Rotterdam (Amsterdam), Hamburg, Oslo, Gothenburg and other Scandinavian Ports, via
- Manila and Straits Settlements
- M.V. "PEIPING" 1st Feb.
- Outwards for:
- SHANGHAI & JAPAN PORTS.
- M.V. "NAGARA" 21st January
- M.V. "CANTON" 25th February
- Passenger Rates:
- Hong Kong to Mediterranean £48
- Hong Kong to Rotterdam £55
- agents:
- GILMAN & CO., LTD.
Hongkong.
- C. E. HUYGEN
Canton.

NORDDEUTSCHER LLOYD

BREMEN

will despatch

M.V. "NEPTUN"

on

5TH JANUARY, 1935

to

SYDNEY, via New Guinea Ports
Rabaul & Salamaua.

For further particulars apply to:

Tel. 26378.
Queen's Bldg.
General Agents.

Canton Agents:—JEBSEN & CO.

LLOYD TRIESTINO

FLOTTE RIUITE LLOYD TRIESTINO-MARITIMA ITALIANA-SITHAR

EXPRESS PASSENGER SERVICE

TAKE ADVANTAGE of the Season to visit India, Ceylon and the Straits on our SPECIAL REDUCED TWO MONTHS RETURN TICKETS allowing a stop over of about 4 weeks in India, 5 weeks in Ceylon or 6-7 weeks in the Straits.

FARES FROM HONG KONG

To	1st.	2nd.	2nd. Econ. class
Bombay	£44	£26	£21
Colombo	£41	£22	£19
Singapore	£18	£13	£11

NEXT SAILINGS S.S. "CONTE ROSSO" 17th January, '35.

Same reduced RETURN TICKETS to SHANGHAI

1st. cl. £12, 2nd. cl. £9, 2nd. Econ. cl. 10.

NEXT SAILING S.S. "CONTE ROSSO" 20700 T. 5th Jan. '35.

For full particulars apply to:

LLOYD TRIESTINO

Queen's Building, ground floor.

Tel. Ad. "LLOYDIANO" P.O.B. 143. Telephone 28024.
Agents, Canton—Messrs. DODWELL & Co. Ltd., SHAMEEN.

SERIAL STORY—

Bovable

By MARY RAYMOND



They went into a drug store. Ann waited anxiously while Tony made the call.

BEGIN HERE TO-DAY

ANN HOLLISTER, pretty and 20, sells the family antiques to pay debts of her father, now dead. On the day of the sale a young man, stopped near the entrance, and found her looking up. After he leaves Ann finds the blue vase missing, and in its place a note signed "P.M." and "250."

Ann gets work as a librarian and becomes friendly with SARAH KENT, also employed at the library. She meets TONY MICKLE, commercial artist, and is attracted by him, though Sarah warns her that Tony is tickle and irresponsible.

Ann asks Tony to share her apartment. Ann agrees. She spends the evening with Tony and it is near midnight when she remembers she does not have the address of the new apartment.

As she opened the door she heard Tony say, "Bitch, you didn't know I was here?"

"Good night, Ann. If anybody asks me, I'll tell 'em you're a good gal and all sport."

"You've got a nice disposition, yourself. Anybody else would have called me a dumbbell for not having Sarah's address."

"You were just plain goofy. But I never did like women with brains."

"Well, here! from Sarah. 'If you're two are going to make love on my doorstep at 3 o'clock I won't stay to hear you!'

"As she opened the door she heard Tony say, 'Bitch, you didn't know I was here?'

"Ann is for 'Angelic. And I didn't get that out of an etiquette book.'

The door banged behind Sarah. In the 10 minutes before she fell asleep, she could hear their low voices.

Sarah's last waking thought was, "Well, I warned her. If she falls for that line now she has no one to blame but herself."

One day, a month later, Ann was summoned to the private office of Mr. Griffin, the chief librarian.

"Sit down, Miss Hollister," he began formally.

Ann sat, wondering. Perhaps her world had not been satisfactory.

"No luck," he said, frowning. "We might try the house you moved from, Ann."

"They wouldn't know there because Sarah sent for my trunk. Why not try your friend, John Mac-Donald?"

This proved an inspiration. Tony cursed himself for all kinds of it before. Of course conservative old Mac would be in bed at this hour.

It was 2:30 when Sarah, with a dressing gown draped about her, opened the door and stared with sleepy eyes at Ann and Tony.

"Hello, Ann. Come in, Tony. You might as well stay for breakfast."

"No, thanks. I'm running along. Sarah, why in hell don't you have a telephone?"

"Give me time, young man," said Sarah. "The telephone people don't move as fast as you do. Remember, I've been here just two days."

"I'm terribly sorry about the mixup," Ann said. "We finally thought of calling your friend."

"It's glad somebody's mind was working. When I got Tony's message I left my new address in case you might cut back at the library."

"We didn't think about the address until later," Ann said. "Anyways, we're here and no bones broken."

"And we had a great time," Tony said.

"Yes, I know. Tell me about it some other time. Ann, I would have called police but, knowing you went

with Tony, I was sure nothing could possibly happen."

"'Nonsense, please,' put in Tony. 'Good night, Ann. If anybody asks me, I'll tell 'em you're a good gal and all sport.'

"Sarah Kent has a very good opinion of you. She thinks that after Mr. Kendall talks with you, he'll end by endowing the place."

"Ann smiled. "I'm afraid I've been over-rated, but I'll be glad to try."

"That's the spirit. Miss Dean will give you some suggestions—the fact that the recreational and educational influence of a library will prove stabilizing at a time when workers are restless and dissatisfied, the advantages the library will offer to both employees and employer."

"When can I go?"

"To-morrow afternoon at 2 o'clock. We're rented a roadster for you, since Kendallwood is about 25 miles out. I hope you will succeed. Mr. Kendall is a hard man to see."

Shortly after 2 o'clock the next morning Ann was driving along the highway that led to Kendallwood.

In her modish blue suit, with a small blue hat set at an angle on her bright hair, she looked like a fortunate young woman with nothing to do but hunt pleasure in a shining little car. She looked cool, self-possessed. But she was neither cool nor confident.

She didn't particularly care for this job. Trying to persuade an obstinate old man to change his mind. It was too much like asking favours.

Of course there was a difference. This was something requiring courage and wit and an interest in others. That gave it dignity.

The night before Sarah had told Ann about the Kendalls.

There was Mrs. James Kendall, daughter-in-law of old Peter Kendall, whose only interest seemed to be keeping the Kendall traditions inviolate and the Kendall fortune intact.

There was Millicent Kendall Heath, Mrs. Jerry Heath, a fair sort and a frequenter of lively parties, and there were Carol Kendall, current debutante and her twin, Don. Then there was Peter—

"The little rabbit that ran about in Mr. MacGregor's garden." Ann had heard.

Sarah had said, "No, he isn't that sort!"

Which had left Peter pretty much up in the air. With all the other members of the family indrawn and catalogued Peter remained vague. He was nebulous, unsubstantial, waiting for imagination to give him form and substance.

"Well then, Peter," Ann thought as she drove leisurely along, "you're big and brown and rugged, with a shock of unruly dark hair and eyes

SHIP & ENGINE BUILDERS.

SHIP & ENGINE REPAIRERS.

MECHANICAL AND ELECTRICAL ENGINEERS.

BOILER MAKERS.

IRON FOUNDERS.

(Licensed To Manufacture LANZ PARIT IRON.)

BRASS FOUNDRERS.

FORCE MASTERS.

OXY-ACETYLENE AND

ELECTRIC WELDERS.

THE TAIKOO DOCKYARD & ENGINEERING COMPANY
OF HONGKONG, LIMITED.

— DRY DOCK —

Length 787 Feet.

Length on Blocks 750 feet.

Breadth at entrance

93 ft. 4 ins.

Depth on Centre of

S.I.I. (H.W.O.S.T.) 34 ft. 6 ins.

— THREE SLIPWAYS —

Capable of Handling Ships Up to 4,000 Tons Displacement.

— CRANES —

100 TON Electric Crane at Sea Wall,

Lifting reach 70 feet.

25 TON High tower gantry Travelling Crane;

Lifting radius 77 ft. 6 ins. serving the Dry Dock and Sea Wall berths.

Satellite Tug "Taikoo"
Wireless Call
V.P.G.N. 600 ft. Sails

Tel. Address: "Talkooldock" Hongkong.
Telephone No. 30211.
Call Flag: "Numinal One" per Pennant Ans.

BUTTERFIELD & SWIRE, Agents
Hongkong, China & Japan.

PRESIDENT LINERS are LUXURY LINERS
with All the Comforts of a Fine Hotel

If you like airy, commodious rooms, with deep-sprung beds and every other modern hotel comfort, you are bound to like traveling on President Liners. For to these, and to a famed cuisine, these liners add luxurious lounges and smoking rooms, an outdoor swimming pool and generous space for other sports. Investigate before you plan your next trip.

TO SAN FRANCISCO 18 DAYS

THE SUNSHINE ROUTE Via Shanghai, Kobe, Yokohama, Honolulu, San Francisco, Panama Canal, Havana, New York.

Fortnightly sailings

Pres. Taft 6 a.m. Jan. 16
Pres. Hoover 4 a.m. Jan. 20
Pres. Pierce 8 a.m. Feb. 13
Pres. Coolidge Noon Feb. 23
Pres. Wilson 6 a.m. Mar. 12

EUROPE, NEW YORK

Inquire for round-trip tickets to Europe in connection with Lloyd Triestino.

Via Manila, Singapore, Penang, Colombo, Bombay, Suez Canal, Alexandria, Naples, Genoa, Marselles.

Pros. Harrison 8 a.m. Jan. 5
Pros. Hayes 8 a.m. Jan. 19
Pros. Johnson 8 a.m. Feb. 2
Pros. Monroe 8 a.m. Feb. 16
Pros. Van Buren 8 a.m. Mar. 2

TO SEATTLE, VICTORIA 17 DAYS

THE EXPRESS ROUTE Via Shanghai, Kobe, Yokohama and Victoria.

Fortnightly sailings

Pres. Jackson 6 a.m. Jan. 5
Pres. McKinley 8 a.m. Feb. 18
Pres. Grant 8 a.m. Feb. 2
Pres. Jefferson 6 a.m. Feb. 16
Pres. Jackson Mght Mar. 1

MANILA

THE MOST FREQUENT SERVICE

Next Sailings

QUEEN

SHOWING TO-DAY at 2.30, 5.10, 7.20 & 9.30
THE CINEMATIC EVENT OF THE SEASON!
Lehar's Glorious Musical Romance
Becomes Your Big, New Screen Thrill!



in ERNST LUBITSCH Production
Merry Widow
with EDWARD EVERETT HORTON
GEORGE BARBIER - UNA MERKEL
MINNA GOMBELL

At MAJESTIC TO-DAY ONLY
the at 2.30, 5.20, 7.20 & 9.20 p.m.



1935 TRANSPORTATION

- IF you are moving your house furniture—
- IF you are leaving Hong Kong by steamer—
- IF you are expecting a shipment to arrive from home—
- IF you require your household effects packed and shipped—
- IF you want them cleared through the Customs at delivered in England—
- IF you've any Transportation work of any kind which I want executed efficiently & promptly

EMPLOY OUR MOTOR TRANSPORT

Telephone 27761 BAGGAGE TRANSFER SERVICES Telephone 27761

CHINA PROVIDENT LOAN & MORTGAGE CO., LTD.

MILITARY TRAIN BLOWN UP

MANY KILLED AT SUICHUNG

Tientsin, Dec. 31.
According to a message from

Mukden, a Japanese military train overturned at Suichung station on Saturday morning resulting in the death of nine soldiers and injure twelve Japanese. A coach loaded with explosives blew up.

It was later disclosed that the tragedy was the result of the negligence of a pointsmen of the Central News.

Printed and Published for the Proprietors by FREDERICK FRANKLIN, at 1 and 8, Wyndham Street in the City of Victoria, Hongkong.

War Veterans' Bonus Demand

ROOSEVELT'S STAND ATTACKED

(Special to "Telegraph")

Washington, Jan. 1. Sharply replying to President Roosevelt's statement that the payment of a War veterans' bonus was economically unsound and unnecessary, the head of the American Legion, Mr. Belgrano, has flatly demanded immediate payment of the bonus.

"President Roosevelt's argument is really one of the strongest arguments in favour of immediate payment that I ever read," he writes.

"I am certain our recommendation will be accepted and adopted," the Belgrano reply stated. Good credit was the foundation of good business and the bonus money would be used to satisfy creditors and would thus find its way into every channel of business.

Observers feel sure the House will pass the bonus measure, but are also convinced that the President's veto will not be overridden.—United Press.

BONUS OPPOSED

Washington, Dec. 31. In an obvious effort to head off the strong movement in Congress for the immediate payment of the War Veterans' Bonus, President Roosevelt has made public a letter which he has sent to Commander Garland, R. Farmer, of the American Legion Post at Henderson, Texas.

In his letter, the President reiterates his opposition to the payment of an immediate cash bonus, contending that the obligation is not due until 1946, and will prove most costly. He says that past experience has shown that full payment would not result in much stimulus to business.—Reuter.

AVIATION MISSION

London, Dec. 31. Members of the Chinese Civil Aviation Mission were entertained to lunch to-day by railway officials. They will sail on Wednesday for the United States, where they will stay for some time before returning to China.—Reuter.

TROTSKY DENIES GUILT NO PART IN DEATH PLOT

Paris, Dec. 31.

The suggestion that he was implicated in the assassination of the Soviet official Kirov has been repudiated by Trotsky, former Russian leader, in an open letter communicated to the press to-day.

He says that even if every word of the indictment against him were true and taken at its face value, as the Soviet Government wished, it only stated that "certain comul" had proposed to transmit a letter to him.

It was not stated how Nikolayev had reacted to this proposal nor if the letter had been written and sent.

Trotsky, who expects to see a brochure elucidating the reasons for the attempt to drag his name into "this mad criminal act", says the only consolation he can give those who refused him visas, is to add that it is hardly necessary to stress the fact that, during his 40 years of revolutionary activity "I have always been opposed to recourse to individual terrorism, even against Czardom. I see no reason why I should change my opinion."—Reuter.

U.S.-Soviet Relations

(Special to "Telegraph")

Washington, Dec. 31. Senator Tinkham has announced that he will ask Congress to withdraw recognition of Soviet Russia by the United States, due to the fact that that country was controlled by a pack of homicidal terrorists who murdered and starved ten to twenty millions of people for political purposes.

Meanwhile, the Soviet representative, M. Skvirsky, here, states negotiations to settle the Soviet debt to the United States and involving prospective credits for the sale of millions in goods to Russia, will be resumed in a fortnight.—United Press.

Engineer's Heroism STOPS FLYING EXPRESS THOUGH BADLY SCALDED

(Special to "Telegraph")

London, Jan. 1. A thrilling story was told to-day of how a crack express train, racing from London to Manchester, got out of control but was gallantly brought up by the driver and fireman.

The train was approaching Rugby when a stream of boiling water shot over the crew, drenching them. It was impossible to reach the regulator and the crew retreated to the steps of the engine; the train in the meantime racing along on its own.

The driver calmly sized up the situation when the train was approaching a signal box. He then climbed off the step and threw himself forward, in the direction of the brake which he could not see on account of the steam. However, he succeeded in clutching the brake and stopped the train slowly.

The fireman ran half a mile to the signal box for help and the driver was later taken to hospital.—Reuter Special.

STRIKE SITUATION UNCHANGED

YUET ON CONTINUES SERVICE

On enquiry at the China Const Officers' Guild this morning, it was learned that no new developments had occurred during the holidays in connection with the shipping strike.

The Yuon On was in port yesterday, but she left last night for Kongmoon and is due back again at midnight. So far, no reply has been received by the Guild to its demand made on the owners of the vessel that the dismissed British officers and engineers be reinstated.

The Palace of the Movies: Premier Showings! Best Pictures: Perfect Sound & Vision: Absolute Comfort.

ALHAMBRA THEATRE

NATHAN ROAD, KOWLOON, PHONE No. 56856.
SHOWING TO-DAY at 2.30, 5.20, 7.20 & 9.20 p.m.
TRULY THE GREATEST SHOW IN TOWN!



First Showings in Kowloon
STAR
TO-DAY & TO-MORROW at 2.30, 5.20, 7.20 & 9.20 p.m.

Popular Prices:
70c. 40c. 20c.
Servicemen 30c.



Paramount Glories the American Co-ed in the Phi Beta Kappa of College pictures.

COLLEGE HUMOR

A Paramount Picture

with BING CROSBY
GEORGE GRACIE
BURNS & ALLEN
and the beauties

RICHARD ARLEN
MARY CARLISLE
JACK OAKIE
and the
Ox Road Co-eds



NEXT CHANGE - DOROTHEA WIECK in "CRADLE SONG" - A Paramount Picture

4 SHOWS
DAILY
2.30-5.15
7.15-9.30

ORIENTAL THEATRE

PLEMING
ROAD
WANCHA
TEL. 28473

2 DAYS ONLY
TO-DAY & TO-MORROW.

BIG DOUBLE BILL
COMBINED

STAGE AND SCREEN SHOW

Famous European Artists

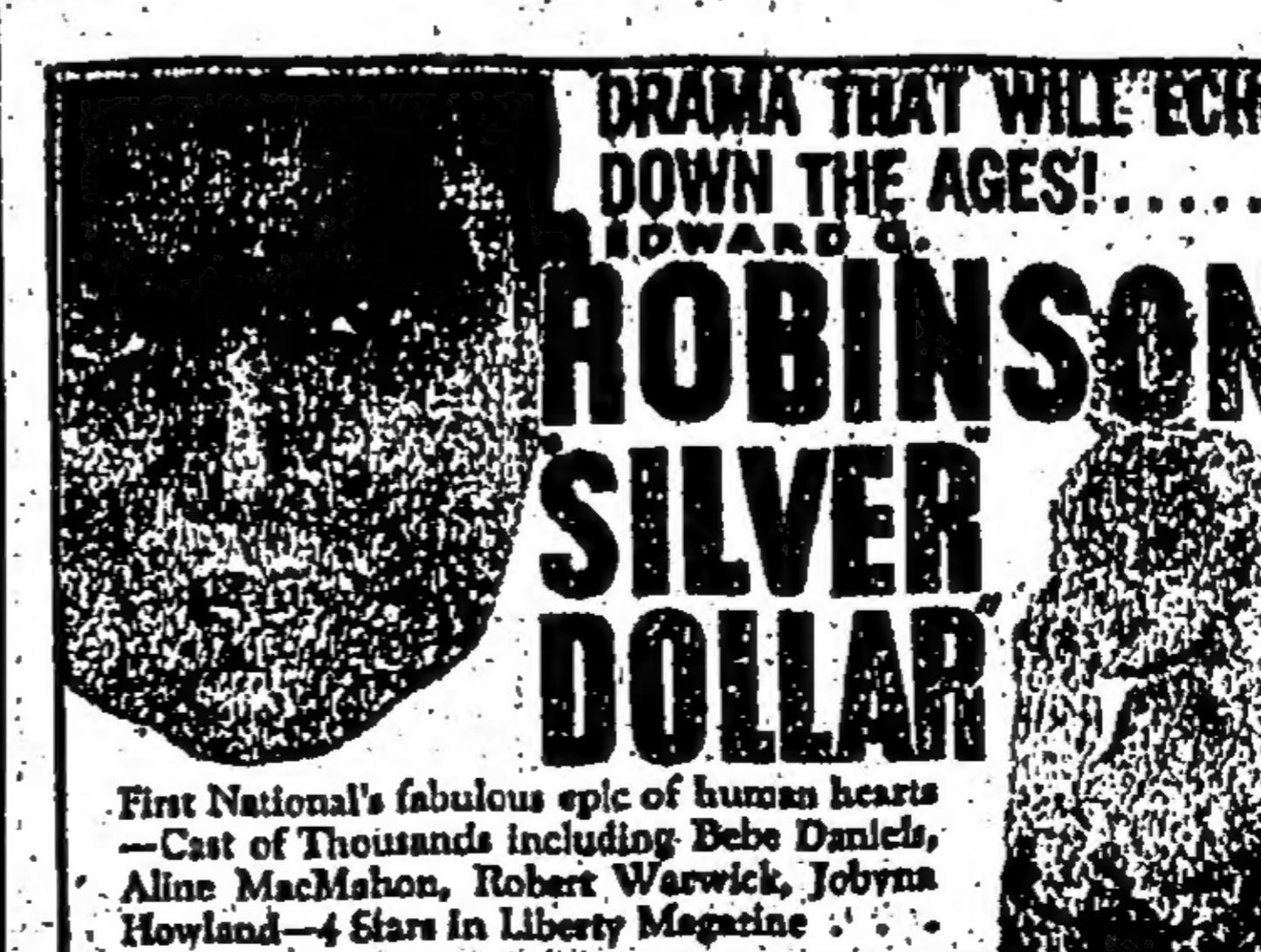
YOLA & PAUL

In Original Dance Creations

"CARIOLA"
"DANCE-BRUTAL"

"PASSION WALTZ"

POSITIVELY APPEAR
AT ALL PERFORMANCES.



First National's fabulous epic of human hearts—Cast of thousands including Bebe Daniels, Alene MacMahon, Robert Warwick, Jobyna Howland—4 Stars in Liberty Magazine